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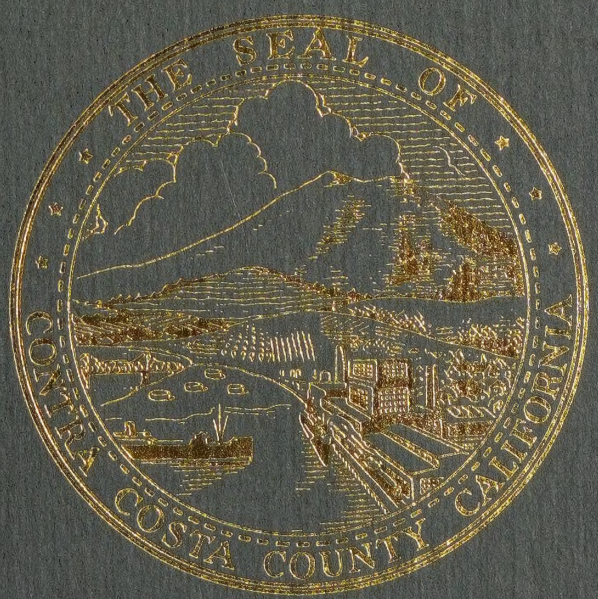
County of Contra Costa, California

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 1997

Kenneth J. Corcoran
Auditor-Controller



County of Contra Costa, California

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 1997

Kenneth J. Corcoran, Auditor-Controller

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COUNTY OF CONTRA COSTA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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INTRODUCTORY SECTION

Contra Costa County

Office of
COUNTY AUDITOR-CONTROLLER

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Kenneth J. Corcoran
Auditor-Controller

Stephen J. Ybarra
Assistant Auditor-Controller

November 24, 1997

Members of the Board of Supervisors and
Citizens of Contra Costa County:

The Comprehensive Annual Financial Report (CAFR) of the County of Contra Costa for the fiscal year of 1996-97 is presented in compliance with Section 25253 of the Government Code of the State of California. This report was prepared by the Office of the County Auditor-Controller, which is responsible for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures. We believe the data, as presented, are accurate in all material aspects and presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

The CAFR represents the culmination of all budgeting and accounting activities engaged in by management during the year, covering all funds and account groups of the County and its financial transactions. The CAFR is organized into three sections:

- The Introductory Section is intended to familiarize the reader with the organizational structure of the County, the nature and scope of the services it provides, and the specifics of its legal operating environment.

- The Financial Section includes the audited general-purpose financial statements, its notes thereto, supporting statements necessary to fairly present the financial position and the results of operations of the County in conformity with generally accepted accounting principles and the independent auditor's report on the general-purpose financial statements.

- The Statistical Section contains comprehensive statistical data for the County relating to its physical, economic, social and political characteristics.

The County reporting entity includes all the funds and account groups of the primary government as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable or other organizations for which the nature and significance of the relationship with the primary government are such that exclusion would make the enclosed financial statements misleading or incomplete. By this definition, the reporting entity includes 48 component units: the County, the Contra Costa County Public Facilities Corporation, the Housing Authority of Contra Costa County (included as of and for the year ended March 31, 1997), the Contra Costa County Redevelopment Agency, the Contra Costa County Employees' Retirement Association (included as of and for the year ended December 31, 1996) and 43 County Special Districts and Service Areas. The reporting entity excludes certain separate legal entities which

are autonomous organizations that handle their own fiscal affairs and for which the Board of Supervisors is not financially accountable. Accordingly, they are not included in the accompanying general-purpose financial statements, except for their assets, principally cash and investments, which are held by the County Treasurer.

The County provides the full-range of services contemplated by statute. These services include public protection, highways and streets, sanitation, health and social services, planning and zoning and general administrative services.

ECONOMIC CONDITIONS AND OUTLOOK

Contra Costa County was incorporated in 1850 as one of the original 27 counties of the State. It is one of nine counties in the San Francisco-Oakland Bay Area. The County covers about 733 square miles; the western and northern shorelines are highly industrialized, while the interior sections are suburban/residential, commercial and light industrial.

The County has a general law form of government. A five member Board of Supervisors, each elected to four year terms, serves as the legislative body. A County Administrative Officer is appointed by the Board and runs the day-to-day business.

Population and job growth projections remain positive. As of January 1, 1997, the County's population was estimated at 879,206, an increase of 9.4 percent since 1990. Further confirmation comes from a study prepared by the Association of Bay Area Governments, which projects an 18.9 percent increase in population and a 37.0 percent increase in jobs between 1995 and 2005.

The State's economy is emerging from the recession of the early 1990's. This is supported by current unemployment statistics, which indicate the State's overall jobless rate fell to 6.3 percent in June 1997 from 7.6 percent one year earlier. The UCLA Anderson Forecast Project expects the State's jobless rate to jump slightly in 1998 and then fall to 5.5 percent at the end of the century.

The County's June 1997 jobless rate of 4.6 percent was down from 5.0 percent one year earlier. Consistent with historical performance, it was also significantly below the State-wide average of 6.3 percent. The County's economy is very diverse; major industries include petroleum refining, steel manufacturing, chemicals, electronic equipment, paper products, services and food processing. Unlike many counties in the State, Contra Costa has not been directly affected by military base closings. The Concord Naval Weapons Station, the only military installation in the County, is not slated for closure. The combination of the above factors contributes to Contra Costa's consistent ranking as a leading county in both per capita and household income.

MAJOR INITIATIVES AND SERVICE EFFORTS AND ACCOMPLISHMENTS

The following are some of the County's major initiatives and service efforts and accomplishments.

- Construction of the County's new hospital is proceeding on schedule and within budget. The $82,000,000 facility is expected to be open for services in January 1998. It will be smaller and more efficient than the old facility. The County was approved to operate the Local Initiative under the State's Medi-Cal Two Plan Model Plan. Under this program, County residents eligible for Medi-Cal under the Aid to Families with Dependent Children Aid category are required to enroll in one of two health maintenance organizations; either the "Local Initiative" operated by the County, or a private HMO plan selected by the State. This should both improve patient care and control County

costs by encouraging preventative care and early treatment. The program began in May 1997 and the County now provides health insurance coverage to approximately 45,000 Medi-Cal eligible residents.

- The County continues to enhance its service to children and families. To help document, coordinate and measure this service, the County has published the 1997-98 Children & Family Services Budget. It identifies 102 County programs with expenditures of over $397 million that serve children and families. $59 million of the expenditures are financed by County general revenues, which are used to leverage Federal, State and other revenues. In addition to measuring the amount of money allocated to each program, it also provides outcome data on the success of the programs. To serve as a benchmark to measure the County's success in improving the conditions for all children and to help build a community commitment to do so, the County has also published the 1997 Children's Report Card. It is a local "snapshot" of how well they are doing in school, the security of their family lives and the safety of their communities.

- There are several major efforts underway to enhance the County's information technology infrastructure. The Information Technology Steering Committee has recommended and the Board of Supervisors has approved a $1.5 million annual commitment of funds to improve and maintain the County's Wide Area Network (WAN). The County has added close to 3,500 desktop computers to its WAN since 1994. This commitment will enable a comprehensive program for monitoring, standardizing, and managing growth of the overall infrastructure that supports all of these machines, as well as the County's telecommunications backbone, mainframe and mid-range computers. This will vastly improve the WAN, Internet, electronic mail and file sharing capabilities throughout the County's 325 buildings in 18 cities. The Auditor-Controller's office played a pivotal role in working with the Department of Information Technology, to develop a cost distribution system for this project that was equitable to all departments, and maximized the County's revenue sharing stream.

  The County's Internet presence continues to grow, and an intranet prototype application has been developed and is being tested within the Department of Information Technology. It is planned that this system prototype will be made available to all other County departments by the end of fiscal year 1997-98.

  The County continued to make major strides in resolving its Year 2000 Date Challenge. As of August 31, 1997, the project was 87 percent complete, six months ahead of schedule, and 30 percent below cost estimates. Completion of this project is expected by July 1, 1998, which allows the County 18 months for insuring internal County systems are protected from potential outside failures due to bad date information from outside sources.

  The County greatly improved its centralized computer data center's efficiency with the implementation of a robotic tape handling subsystem for its mainframe and mid-range computers. The capital and implementation cost for the robot of $385,000, has a return on investment goal of less than nine months. One daily job alone (major computer back-up system) will save the County approximately $252,000 annually.

  In August 1997, Contra Costa County became the first county in the State of California to hire a full-time computer security administrator. This person's first task is to develop a comprehensive, County-wide security program. This will facilitate the appropriate flow of information while enhancing the protection of the County's financial assets and the privacy of client, taxpayer and employee information.

  The County continues to implement its new Human Resources and Payroll systems, both scheduled to come on-line during 1998. A compatible time and attendance system was purchased and is also being implemented.

These systems, will not only replace Year 2000 non-compliant legacy systems, but will greatly enhance the way the County performs its business in these two mission-critical areas of operation. They will enable the County to efficiently meet its human resource information and payroll accounting needs into the future.

- In a cooperative joint effort with the Alameda County Sheriff's Office, the Sheriff placed into service a Bell 407 helicopter to more effectively provide public safety services to the delta inland waterways. The County has more than 1,000 miles of shoreline. There are approximately 40,000 registered vessels in the County. The delta inland waterways are considered one of the County's most valuable ecological and recreational resources. The helicopter can travel at a speed of 155 miles per hour and can remain aloft for over three hours. It is equipped with a forward-looking infrared system, searchlight, public address system, video equipment, GPS and a mapping system. It is used for a variety of missions including search and rescue, location and mapping of abandoned and derelict vessels and providing an observation platform during emergencies. In its first 42 days of operation, the helicopter was used in more than 100 incidents including assisting in locating 17 missing or overdue boats, six missing persons, two downed aircraft and five reported fires. It was also used to assist in the location of fleeing suspects and to respond to calls for assistance when public safety was jeopardized. It has demonstrated that the cooperative sharing of resources can be an effective and efficient way to provide critical services to the public at minimum cost.

- The Library initiated a new service, the Personal Access System, that greatly expanded accessibility to Library information. This system allows Contra Costa Library cardholders to search the Library catalog and online databases from their home, school or office computer 24 hours a day, seven days a week. In addition to accessing information about the County Library's collection of over 1,000,000 items, Library cardholders can also search four Information Access Company databases with full-text articles and in-depth information. The databases include the General Reference Center, the Health Reference Center, the General Business File and the National Newspaper Index. This information is available by dial-up or through the Internet.

  Soon, Library patrons will have further access to materials via the Books By Mail program. This program enables users to request that books and books on tape be sent directly to them, for a fee of $3.00 per item, rather than picking them up at a branch library.

- In 1996, the Federal Government passed H.R. 3734 which is called the Personal Responsibility and Work Opportunity Act of 1996. This bill defined what states are required to do in regards to welfare reform if they want to continue receiving Federal funding. It also established a new funding stream in the form of block grants called TANF -Temporary Assistance for Needy Families. On August 11, 1997, the Governor signed Assembly Bill 1542 which represents the creation of state welfare reform in California. The new program is called CALWORKS and replaces the Aid to Families with Dependent Children and Greater Avenues to Independence programs and is focused on employment. Some of the features of the new law are designed to implement Federal welfare reform requirements such as lifetime limits on aid and work participation rates rules. Other features are designed to help participants avoid aid altogether through "diversion" and to transition off aid easily through the creation of a new child care system and the formation of job retention functions. The County is currently formulating its specific plan to implement welfare reform.

FINANCIAL INFORMATION

County management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse, and that accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

Budgetary Controls

The objective of the County's budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Supervisors. Budgetary control is maintained at the object level for all annually budgeted funds; however, the legal level of control is at the department level. Using the County's automated accounting system, the Auditor-Controller restricts each department's expenditures to the amounts appropriated by the Board of Supervisors for the year. Increases in budget appropriations must be approved by the Board of Supervisors as a transfer from the Reserve for Contingencies, as a transfer from another appropriation, or as an appropriation of new or unanticipated revenue. No department is permitted to spend more than its available appropriations. Any appropriations remaining in the department at the end of the fiscal year automatically lapse and are transferred to fund balance. The year-end fund balance, along with projected revenues, becomes available for appropriation the following year. An encumbrance accounting system is used to facilitate effective budgetary control. An encumbrance reserves a portion of an appropriation at the time a commitment is made to acquire goods or services. Open encumbrances are reported as reservations of fund balances at June 30, 1997, and are re-appropriated as part of the following year's budget.

General Governmental Functions

The general governmental functions are contained in the General, Special Revenue, Debt Service and Capital Projects Funds. Included in these Funds are the special districts governed by the Board of Supervisors and the County's component units.

Revenues for County governmental functions totaled $874 million in 1996-97, an increase of 0.4 percent from 1995-96. The amount of revenues from various sources and the changes compared to the prior year are shown in the following tabulation (in thousands):

Revenue Source	Amount	Percent of Total	Increase (Decrease) From 1995 - 96	Percent Change
Taxes	$ 184,805	21.1%	$ 5,374	3.0%
Licenses, permits and franchise fees	14,265	1.6	(304)	(2.1)
Fines, forfeitures and penalties	17,343	2.0	(3,134)	(15.3)
Use of money and property	35,457	4.1	1,554	4.6
Intergovernmental	469,257	53.7	(954)	(0.2)
Charges for services	127,208	14.6	(2,879)	(2.2)
Other revenue	25,585	2.9	4,225	19.8
Total	$ 873,920	100.0%	$ 3,882	0.4%

Tax revenue increased 3.0 percent compared to the prior year, primarily from increased secured property assessments. Police and Fire District assessments and Assessment District bond assessments also increased.

Fines, forfeitures and penalties revenue decreased 15.3 percent compared to the prior year, primarily due to a lower transfer from the Tax Losses Reserve Fund.

Use of money and property revenue increased 4.6 percent compared to the prior year. Special Revenue Funds received additional revenue from special assessments for oil refinery road projects and received gasoline tax revenues earlier than in the prior year. This resulted in increased interest earnings.

Charges for services decreased 2.2 percent compared to the prior year, primarily because the Road Special Revenue Fund had several large construction projects in 1995-96. Area of Benefit fees were allocated towards these projects from the holding trust funds as charges for services. Comparable projects were smaller in 1996-97.

Other revenues increased 19.8 percent compared to the prior year, due primarily to the current year recording of $2,681,000 proceeds from a prior period bond sale. These proceeds had been received directly by the trustee.

Expenditures for County governmental purposes totaled $866 million in 1996-97, a 1.5 percent decrease compared to the 1995-96. Changes in levels of expenditures for major functions of the County compared to the prior year are shown in the following tabulation (in thousands):

Function	Amount	Percent of Total	Increase (Decrease) From 1995-96	Percent Change
General government	$ 79,195	9.1%	$ (4,942)	(5.9)%
Public protection	272,415	31.5	14,482	5.6
Health and sanitation	132,432	15.3	6,881	5.5
Public assistance	272,163	31.4	(14,294)	(5.0)
Education	11,439	1.3	(1,439)	(11.2)
Public ways and facilities	32,566	3.8	(6,970)	(17.6)
Recreation and culture	1,050	0.1	247	30.8
Debt service	55,065	6.4	(4,416)	(7.4)
Capital outlay	9,789	1.1	(2,442)	(20.0)
Total	$ 866,114	100.0%	$ (12,893)	(1.5)%

General government expenditures decreased 5.9 percent compared to the prior year. The primary factor was the expenditures to repair court facilities in the prior year.

The public protection expenditures increased 5.6 percent compared to the prior year due to wage increases effective July 1, 1996, for police and fire personnel plus increased expenditures for fire protection equipment and apparatuses. In addition, the County began funding a new State mandated public safety services program.

Health and sanitation expenditures increased 5.5 percent compared to the prior year. This was primarily due to increased payments to the State Department of Health Services under the Disproportionate Share Hospital Program and increased salaries and benefits.

Public assistance expenditures decreased by 5.0 percent compared to the prior year. The current year realized a decrease in public assistance clients and corresponding monthly payments. This downward trend continues from the prior year.

Education expenditures decreased by 11.2 percent compared to the prior year. The prior year was higher due to one-time spending by the Library on computer systems.

Public ways and facilities expenditures decreased by 17.6 percent compared to the prior year. In the prior year there were six large unincorporated area road projects. There were no comparable projects in the current year.

Debt service expenditures decreased by 7.4 percent compared to the prior year. In the prior year the Redevelopment Agency redeemed $6,780,000 of the Tax Allocation Revenue Bonds with proceeds held in escrow because the planned project was canceled.

Capital outlay expenditures decreased 19.9 percent compared to the prior year primarily due to the Public Facilities Corporation completing building acquisition projects.

Enterprise Operations

The County Hospital had retained earnings of $28,545,000 and the Health Maintenance Organization had retained earnings of $2,759,000, as of June 30, 1997. These amounts were after General Fund contributions of $5,650,000 and $9,922,000, respectively. The Major Risk Medical Insurance Enterprise Fund had retained earnings of $181,000. The Airport Enterprise Fund had a retained deficit of $864,000 due to an accumulation of annual operating losses, including depreciation. This deficit should be eliminated as rents are received from anticipated fixed base operators leasing space at the Byron Airport and contractual rent increases at the Buchanan Airport. The Employee Fitness Center Enterprise Fund had a retained deficit of $259,000. The Regency Hills Enterprise Fund had a retained deficit of $406,000 which will be eliminated with future revenues under Federal and State programs.

Pension Trust Fund Operations

The Employees' Retirement Association adopted Governmental Accounting Standards Board (GASB) Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans.* In coordination, the County adopted GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* effective in 1995-96. Pension investments are reported at fair value. Total Association assets were $2,133,768,000 at December 31, 1996, an increase of $361,112,000 compared to 1995. Net appreciation in the fair value of pension investments accounted for $195,019,000 of this increase. The Employees' Retirement Association had net assets held in trust for pension benefits at December 31, 1996, of $1,985,880,000.

Debt Administration

The County finances its cash requirements prior to collection of taxes by short-term borrowing. The 1996-97 Tax and Revenue Anticipation Notes of $120 million received ratings of MIG1 from Moody's Investors Service and SP1+ from Standard and Poor's Corporation. These are the highest ratings for this type of borrowing.

The County continues to have capital lease obligations under lease/purchase agreements for various County buildings and other property principally with the Contra Costa County Public Facilities Corporation, a non-profit public benefit corporation which assists the County in financing public buildings and facilities. There were no new leases between the County and the Corporation in 1996-97. Total obligations of the Public Facilities Corporation outstanding at June 30, 1997, were $238,630,000.

Cash Management

Cash temporarily idle during the year was invested in accordance with Government Code Sections 53600 (et seq.) which allow investment maximums of 40 percent in bankers' acceptances, 30 percent in negotiable certificates of deposit, and up to 30 percent in commercial paper. There is no limit on investments in collateralized certificates of deposit and U.S. Government

issues. The County Treasurer continues to have a more restrictive investment policy than required by law. The Treasurer's investment policy was approved by the Board of Supervisors. In accordance with Government Code Sections 27130-27137, an investment oversight committee has reviewed the quarterly investment reports prepared by the Treasurer. The average yield on investments for the fiscal year ended June 30, 1997, was 5.49 percent.

Risk Management

The County is self-insured for workers' compensation, general and automobile liability, medical malpractice, dental, management long-term disability and unemployment insurance. The County maintains excess insurance policies to cover workers' compensation claims from $750,000 to $10 million, and general and automobile liability claims from $1.5 million to $10 million ($75 million per occurrence for airport catastrophic public liability losses). In addition, the County maintains $77.5 million "All Risk" coverage (including flood insurance) with a $50,000 deductible and $52.5 million earthquake insurance coverage with commercial insurance carriers on all locations.

The County's Risk Management office administers claims for the various programs, provides loss prevention services and minimizes risks through various risk control strategies.

OTHER INFORMATION

Independent Audit

For over 50 years the policy of the County has been to require an annual audit of the financial statements of the County by independent certified public accountants. The Board of Supervisors selected the firm of Macias, Gini & Company LLP to perform the 1996-97 audit.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Contra Costa County for its 1995-96 Comprehensive Annual Financial Report. This was the fifteenth consecutive fiscal year the County has received this award.

In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid only for a period of one year. We believe our current report continues to conform to Certificate of Achievement requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Office of the Auditor-Controller. I would like to express my appreciation to all members of the Office who assisted and contributed to its preparation. I would also like to thank the members of the Board of Supervisors and the County Administrator for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

Kenneth J. Corcoran

Kenneth J. Corcoran
Auditor-Controller

COUNTY OF CONTRA COSTA

PUBLIC OFFICIALS

June 30, 1997

ELECTED OFFICIALS

Supervisor, District 1	Jim Rogers
Supervisor, District 2	Gayle B. Uilkema
Supervisor, District 3	Donna Gerber
Supervisor, District 4	Mark De Saulnier
Supervisor, District 5	Joe Canciamilla
Assessor	Gus Kramer
Auditor-Controller	Kenneth J. Corcoran
Clerk-Recorder	Stephen L. Weir
District Attorney-Public Administrator	Gary T. Yancey
Sheriff-Coroner	Warren E. Rupf
Treasurer-Tax Collector	Alfred P. Lomeli

APPOINTED OFFICIALS

County Administrator	Philip J. Batchelor
County Counsel	Victor J. Westman
County Librarian	Anne Marie Gold
County Probation Officer	Terrence Starr
Director of Animal Services (Acting)	Michael G. Ross
Director of Building Inspection (Acting)	Val Alexeeff
Director of Community Development	Harvey E. Bragdon
Director of Community Services (Acting)	Scott Tandy
Director of Cooperative Extension	Susan G. Laughlin
Director of General Services	Barton J. Gilbert
Director of Growth Management and Economic Development Agency	Val Alexeeff
Director of Health Services	William Walker MD
Director of Human Resources	Leslie T. Knight
Director of Information Technology	Steven Steinbrecher
Executive Director of Private Industry Council	Arthur C. Miner
Director of Public Works	J. Michael Walford
County Welfare Director	John Cullen
Agricultural Commissioner-Director of Weights and Measures	Edward P. Meyer
Executive Officer, Coordinated Trial Courts	Ken Torre
Public Defender	Charles H. James
Veterans' Services Officer	Gary D. Villalba
Chief, Bethel Island Fire Protection District	David Wahl
Chief, Contra Costa Fire Protection District	Allen Little
Chief, Crockett-Carquinez Fire Protection District	Jerry Littleton, Jr.
Chief, East Diablo Fire Protection District	Paul Hein
Chief, Moraga Fire Protection District	Allen Little
Chief, Orinda Fire Protection District	Allen Little

AFFILIATED ORGANIZATIONS

Administrator, Contra Costa County Employees' Retirement Association	Patricia Wiegert
Executive Director, Housing Authority of the County of Contra Costa	Richard Martinez
President, Contra Costa County Public Facilities Corporation	John E. Whalen

Organizational Chart of County Government

BOARD OF SUPERVISORS (E)

COUNTY ADMINISTRATOR

JUSTICE SYSTEMS PROGRAMS

COORDINATED TRIAL COURTS (E)
- Grand Jury

DISTRICT ATTORNEY (E)
- Family Support
- Public Guardian

PROBATION

PUBLIC DEFENDER

SHERIFF-CORONER (E)
- Court Security
- Institutions

GENERAL GOVERNMENT

AGRICULTURE-WEIGHTS AND MEASURES

ANIMAL SERVICES

ASSESSOR (E)

AUDITOR-CONTROLLER (E)

COUNTY ADMINISTRATOR
- Affirmative Action
- Clerk of the Board
- Emergency Services
- Information Technology
- Revenue Collections
- Risk Management

COUNTY CLERK-RECORDER (E)
- Elections

COUNTY COUNSEL

GENERAL SERVICES
- Building and Grounds
- Central Services
- Fleet Management
- Purchasing

HUMAN RESOURCES

TREASURER-TAX COLLECTOR (E)

HUMAN SERVICES

COMMUNITY SERVICES

COOPERATIVE EXTENSION

HEALTH SERVICES
- Alcohol-Drug Abuse
- California Children's Services
- Health Plan
- Hospital & Clinics
- Mental Health
- Public Health

PRIVATE INDUSTRY COUNCIL

SOCIAL SERVICES
- Office on Aging

VETERANS' SERVICES

GROWTH MANAGEMENT

GROWTH MANAGEMENT AND ECONOMIC DEVELOPMENT AGENCY

BUILDING INSPECTION
- Housing Rehabilitation
- Land Information Systems

COMMUNITY DEVELOPMENT
- Comprehensive Planning
- Economic Development
  - Redevelopment Agency
- Land Development
- Transportation Planning

PUBLIC WORKS
- Airport
- Flood Control
- Roads

SPECIAL DISTRICTS AND AUTHORITIES

AMBULANCE

FIRE PROTECTION

FLOOD CONTROL & DRAINAGE

LIBRARY

LIGHTING & LANDSCAPE

POLICE

RECREATION & PARK

SANITATION

STREETS & ROADS

AFFILIATED ORGANIZATIONS

EMPLOYEES' RETIREMENT ASSOCIATION

HOUSING AUTHORITY (1)

PUBLIC FACILITIES CORPORATION

(E) = Elected

(1) Housing Authority Board has same members as Board of Supervisors

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Contra Costa County, California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1996

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

Linda K. Savitsky
President

Jeffrey L. Esser
Executive Director

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

FINANCIAL SECTION

Macias, Gini & Company LLP
Certified Public Accountants

Partners
Kenneth A. Macias
Ernest J. Gini

Mt. Diablo Plaza
2175 N. California Boulevard
Suite 620
Walnut Creek, CA 94596
510•274•0190
510•274•3819 FAX

The Honorable Board of Supervisors
County of Contra Costa
Martinez, California

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying general-purpose financial statements of the County of Contra Costa, California (County), as of and for the year ended June 30, 1997. These general-purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the County, as of June 30, 1997 and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

As further described in note 2 (d) to the general-purpose financial statements, the County adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 28, *Accounting and Financial Reporting for Securities Lending Transactions*.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 24, 1997 on our consideration of the County's internal control over financial reporting and compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining, individual fund, and individual account group financial statements and schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the County. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

The statistical section listed in the accompanying table of contents is presented for purposes of additional analysis and is not a required part of the general-purpose financial statements of the County. Such additional information has not been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, accordingly, we express no opinion on it.

Macias, Gini & Company LLP

Certified Public Accountants

Walnut Creek, California
November 24, 1997

COUNTY OF CONTRA COSTA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

JUNE 30, 1997

(In Thousands)

	Governmental Fund Types			
Assets & Other Debits	General	Special Revenue	Debt Service	Capital Projects
Cash and investments	$ 107,811	96,873	17,762	22,866
Accounts receivable and accrued revenue	62,375	16,559	2,208	45
Inventories	1,549			
Due from other funds	93,175	15,349		472
Taxes receivable				
Advances to other funds	138	13,208		
Notes receivable		2,434		
Prepaid items and deposits	1,480	346		
Land held for sale		2,189		
Fixed assets, net				
Amount available in debt service funds				
Amount to be provided for retirement of long-term obligations				
Total Assets & Other Debits	$ 266,528	146,958	19,970	23,383
Liabilities, Equity & Other Credits				
Liabilities:				
Warrants outstanding	$			
Short term notes	120,000			
Accounts payable and accrued liabilities	28,476	14,896	1,187	171
Employee benefits payable				
Due to other funds	29,069	19,016	2,062	577
Welfare program advances	9,803			
Capital lease obligations				
Unapportioned taxes				
Tax loss guarantees				
Due to other agencies and districts				
Certificates of participation, net				
Advances from other funds		2,657		
Deferred revenue and credits	10,995	6,770	3	
Deferred compensation				
Notes payable				
Pension and other bonds payable				
Special assessment debt with government commitment				
Other non - current liabilities				
Total Liabilities	198,343	43,339	3,252	748
Equity & Other Credits:				
Contributed capital				
Investment in general fixed assets				
Retained earnings:				
Reserved for debt service				
Unreserved				
Fund balances:				
Reserved	19,888	24,849	16,718	2,696
Unreserved:				
Designated	8,679	3,936		19,038
Undesignated	39,618	74,834		901
Total Equity & Other Credits	68,185	103,619	16,718	22,635
Total Liabilities, Equity & Other Credits	$ 266,528	146,958	19,970	23,383

See accompanying notes to general-purpose financial statements

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long - Term Obligations	(Memorandum Only) Totals
105,373	70,789	2,971,089			3,392,563
17,414	73	55,488			154,162
827					2,376
18,702	8,698	62,209			198,605
		107,516			107,516
		1,583			14,929
					2,434
3,142		89			5,057
					2,189
118,950		62	567,821		686,833
				16,718	16,718
				529,934	529,934
264,408	79,560	3,198,036	567,821	546,652	5,113,316
		72,915			72,915
					120,000
19,104	73,169	154,228			291,231
4,475		38		22,963	27,476
20,559	4,105	124,104			199,492
					9,803
3,877				29,039	32,916
		61,623			61,623
		17,154			17,154
		644,610			644,610
127,472				93,290	220,762
				12,272	14,929
27,330					45,098
		137,484			137,484
536				1,440	1,976
				360,830	360,830
				26,818	26,818
1,031					1,031
204,384	77,274	1,212,156		546,652	2,286,148
30,068					30,068
			567,821		567,821
18,653					18,653
11,303	2,286				13,589
		1,985,880			2,050,031
					31,653
					115,353
60,024	2,286	1,985,880	567,821		2,827,168
264,408	79,560	3,198,036	567,821	546,652	5,113,316

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

COUNTY OF CONTRA COSTA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

YEAR ENDED JUNE 30, 1997

(In Thousands)

	General	Special Revenue	Debt Service	Capital Projects	(Memorandum Only) Totals
Revenues:					
Taxes	$ 99,974	75,146	7,000	2,685	184,805
Licenses, permits and franchise fees	7,419	6,846			14,265
Fines, forfeitures and penalties	14,082	3,261			17,343
Use of money and property	12,062	7,502	14,552	1,341	35,457
Intergovernmental	371,750	97,084	423		469,257
Charges for services	103,913	23,091		204	127,208
Other revenue	18,198	4,705	2,681	1	25,585
Total Revenues	627,398	217,635	24,656	4,231	873,920
Expenditures:					
Current:					
General government	77,199	1,996			79,195
Public protection	150,121	122,294			272,415
Health and sanitation	122,676	9,756			132,432
Public assistance	218,081	54,082			272,163
Education	133	11,306			11,439
Public ways and facilities	9,266	23,300			32,566
Recreation and culture		1,050			1,050
Debt Service:					
Principal		917	15,282	160	16,359
Interest	4,204	1,352	33,150		38,706
Capital outlay	2,615	3,088	902	3,184	9,789
Total Expenditures	584,295	229,141	49,334	3,344	866,114
Excess (Deficiency) of Revenues Over (Under) Expenditures	43,103	(11,506)	(24,678)	887	7,806
Other Financing Sources (Uses):					
Operating transfers in	24,581	21,335	26,756		72,672
Operating transfers out	(55,844)	(4,522)		(193)	(60,559)
Advances from other funds		1,257		84	1,341
Proceeds from issuance of debt		73			73
Capital lease financing	2,615				2,615
Total Other Financing Sources (Uses)	(28,648)	18,143	26,756	(109)	16,142
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	14,455	6,637	2,078	778	23,948
Fund Balances at Beginning of Year, as Previously Reported	56,524	94,188	14,956	22,152	187,820
Adjustments to beginning fund balance			(316)	(295)	(611)
Fund Balances at Beginning of Year, as Restated	56,524	94,188	14,640	21,857	187,209
Residual equity transfer in		2,794			2,794
Residual equity transfer out	(2,794)				(2,794)
Fund Balances at End of Year	$ 68,185	103,619	16,718	22,635	211,157

See accompanying notes to general-purpose financial statements.

COUNTY OF CONTRA COSTA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL, SPECIAL REVENUE AND CERTAIN DEBT SERVICE AND CAPITAL PROJECTS FUNDS

YEAR ENDED JUNE 30, 1997

(In Thousands)

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	$ 92,435	99,974	7,539
Licenses, permits and franchise fees	6,195	7,419	1,224
Fines, forfeitures and penalties	13,712	14,082	370
Use of money and property	12,725	12,062	(663)
Intergovernmental	386,840	371,750	(15,090)
Charges for services	104,898	103,913	(985)
Other revenue	20,103	18,198	(1,905)
Total Revenues	636,908	627,398	(9,510)
Expenditures:			
Current:			
General government	92,265	77,199	15,066
Public protection	156,845	150,121	6,724
Health and sanitation	125,591	122,676	2,915
Public assistance	245,376	218,081	27,295
Education	138	133	5
Public ways and facilities	10,898	9,266	1,632
Recreation and culture	1		1
Debt service	6,079	4,204	1,875
Capital outlay	2,615	2,615	
Total Expenditures	639,808	584,295	55,513
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,900)	43,103	46,003
Other Financing Sources (Uses):			
Operating transfers in	24,581	24,581	
Operating transfers out	(55,844)	(55,844)	
Advances from other funds			
Proceeds from issuance of debt			
Capital lease financing		2,615	2,615
Total Other Financing Sources (Uses)	(31,263)	(28,648)	2,615
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(34,163)	14,455	48,618
Fund Balances at Beginning of Year	56,524	56,524	
Residual equity transfer In			
Residual equity transfer out		(2,794)	(2,794)
Fund Balances at End of Year	$ 22,361	68,185	45,824

See accompanying notes to general-purpose financial statements.

Special Revenue Funds			Certain Debt Service Funds			Certain Capital Projects Funds		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
76,715	75,146	(1,569)	2,752	2,583	(169)	2,549	2,685	136
6,548	6,846	298				110		(110)
2,942	3,261	319						
5,551	7,502	1,951	1,134	1,225	91	398	1,310	912
106,380	97,084	(9,296)	410	423	13	2		(2)
23,098	23,091	(7)					130	130
7,710	4,705	(3,005)				14,777	1	(14,776)
228,944	217,635	(11,309)	4,296	4,231	(65)	17,836	4,126	(13,710)
2,977	1,996	981						
156,983	122,294	34,689						
11,446	9,756	1,690						
62,977	54,082	8,895						
11,658	11,306	352						
48,206	23,300	24,906						
2,093	1,050	1,043						
2,275	2,269	6	30,729	30,255	474	160	160	
3,440	3,088	352	27	8	19	23,323	3,149	20,174
302,055	229,141	72,914	30,756	30,263	493	23,483	3,309	20,174
(73,111)	(11,506)	61,605	(26,460)	(26,032)	428	(5,647)	817	6,464
21,335	21,335		25,654	26,082	428			
(4,522)	(4,522)					(193)	(193)	
1,257	1,257					84	84	
	73	73						
18,070	18,143	73	25,654	26,082	428	(109)	(109)	
(55,041)	6,637	61,678	(806)	50	856	(5,756)	708	6,464
94,286	94,188	(98)	1,125	1,125		21,246	21,246	
	2,794	2,794						
39,245	103,619	64,374	319	1,175	856	15,490	21,954	6,464

COUNTY OF CONTRA COSTA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES

YEAR ENDED JUNE 30, 1997

(In Thousands)

	Proprietary Fund Types		(Memorandum Only) Totals
	Enterprise	Internal Service	
Operating Revenues:			
Charges for services	$ 197,779	26,112	223,891
Intergovernmental	22,708		22,708
Total Operating Revenues	220,487	26,112	246,599
Operating Expenses:			
Salaries and employee benefits	93,969	473	94,442
Services and supplies	102,898	9,407	112,305
Other charges	7,462		7,462
Benefit and claim expense		20,867	20,867
Depreciation	2,641		2,641
Total Operating Expenses	206,970	30,747	237,717
Operating Income (Loss)	13,517	(4,635)	8,882
Nonoperating Revenues (Expenses):			
Interest income	19	3,350	3,369
Interest expense	(92)		(92)
Loss on disposal of fixed assets	(4)		(4)
Total Nonoperating Revenues (Expenses)	(77)	3,350	3,273
Income (Loss) Before Operating Transfers	13,440	(1,285)	12,155
Operating transfers in	15,572		15,572
Operating transfers out	(27,675)	(10)	(27,685)
Net Income (Loss)	1,337	(1,295)	42
Add depreciation on contributed capital	566		566
Increase (Decrease) in Retained Earnings	1,903	(1,295)	608
Retained Earnings at Beginning of Year, as Previously Reported	28,158	3,581	31,739
Adjustment to beginning retained earnings	(105)		(105)
Retained Earnings at Beginning of Year, as Restated	28,053	3,581	31,634
Retained Earnings at End of Year	$ 29,956	2,286	32,242

See accompanying notes to general-purpose financial statements.

COUNTY OF CONTRA COSTA

STATEMENT OF CHANGES IN PLAN NET ASSETS -

PENSION TRUST FUND

YEAR ENDED DECEMBER 31, 1996

(In Thousands)

Additions:		
Contributions:		
Employer	$	40,081
Employee		12,708
Total Contributions		52,789
Investment Income:		
Net Appreciation in Fair Value of Investments		185,144
Net Appreciation in Fair Value of Real Estate		9,875
Interest		49,669
Dividends		17,865
Security Lending		4,385
Real Estate Operating Income, Net		9,255
Other Income		233
Total Investment Income		276,426
Investment Expenses:		
Security Lending Rebates		4,025
Security Lending Fees		131
Investment Management Fees		5,787
Investment Consulting Fees		200
Investment Custodial Fees		240
Total Investment Expenses		10,383
Net Investment Income		266,043
Total Additions		318,832
Deductions:		
Benefits Paid		75,049
Refunds of Contributions		755
Adjustments/Transfers		183
Administrative & Other		1,868
Prepayment Discount		1,683
Retirement Health Care Benefit		4,460
Total Deductions		83,998
Net Increase		234,834
Net Assets Held in Trust for Pension Benefits:		
Balance Beginning of Year, as Previously Reported		1,751,385
Restatement of Prior year		(339)
Balance Beginning of Year, as Restated		1,751,046
Balance at End of Year	$	1,985,880

See accompanying notes to general-purpose financial statements.

COUNTY OF CONTRA COSTA

COMBINED STATEMENT OF CASH FLOWS - ALL PROPRIETARY FUND TYPES

YEAR ENDED JUNE 30, 1997

(In Thousands)

	Proprietary Fund Types		(Memorandum Only) Totals
	Enterprise	Internal Service	
Operating Income (Loss)	$ 13,517	(4,635)	8,882
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	2,641		2,641
Changes in assets and liabilities:			
Decrease (increase) in accounts receivable and accrued revenue	8,110	87	8,197
Decrease (increase) in inventories	(21)		(21)
Decrease (increase) in amounts due from other funds	(1,153)	(7,747)	(8,900)
Decrease (increase) in prepaid items and deposits	(1,170)		(1,170)
Increase (decrease) in accounts payable and accrued liabilities	(5,858)	3,501	(2,357)
Increase (decrease) in employee benefits payable	222		222
Increase (decrease) in amounts due to other funds	3,817	2,418	6,235
Increase (decrease) in deferred revenue and credits	5,954		5,954
Other nonoperating expenses	(92)		(92)
Net Cash Provided by (Used for) Operating Activities	25,967	(6,376)	19,591
Cash Flows from Noncapital Financing Activities:			
Operating transfers in	15,572		15,572
Operating transfers out	(27,675)	(10)	(27,685)
Net Cash Used for Noncapital Financing Activities	(12,103)	(10)	(12,113)
Cash Flows from Capital and Related Financing Activities:			
Refunding of bonded debt	(137,842)		(137,842)
Proceeds from issuance of bonds/notes	142,059		142,059
Lease purchase obligation principal payments	(144)		(144)
Capital contributions	840		840
Acquisitions of fixed assets	(30,036)		(30,036)
Net Cash Used for Capital and Related Financing Activities	(25,123)		(25,123)
Cash Flows from Investing Activities:			
Interest income	19	3,350	3,369
Net Cash Provided by Investing Activities	19	3,350	3,369
Net Decrease in Cash and Cash Equivalents	(11,240)	(3,036)	(14,276)
Cash and Cash Equivalents at Beginning of Year	116,613	73,825	190,438
Cash and Cash Equivalents at End of Year	$ 105,373	70,789	176,162
Noncash Investing, Capital and Financing Activities:			
New lease purchase obligations	$ 80		80
Fixed assets acquired through lease purchase	$ 36		36

See accompanying notes to general - purpose financial statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the County of Contra Costa (the "County") conform to generally accepted accounting principles as applicable to governmental entities. The following is a summary of the more significant policies:

A. Definition of Reporting Entity

The County of Contra Costa is a political subdivision created by the State of California. As such, it can exercise the powers specified by the Constitution and statutes of the State. The County is governed by a five member elected Board of Supervisors. These financial statements present all the fund types and account groups of the County and its component units. Blended component units, although legally separate entities, are, in substance, part of the County's operations.

Blended Component Units

The Housing Authority of the County of Contra Costa (the "Authority") was established to provide housing for the County's low and moderate income residents. Its board members are the same as the County Board of Supervisors. The financial activities of the Authority are reported in the Special Revenue, Debt Service and Agency Funds and the General Fixed Assets and General Long-Term Obligations Account Groups. The fiscal year of the Authority ends on March 31st and its financial activities are reported as of that date.

The Contra Costa County Public Facilities Corporation (the "Corporation") was established to provide financing for the acquisition, construction, improvement and remodeling of public buildings and facilities for the County. The County appoints a voting majority of the governing board and is able to impose its will on the Corporation. The activities of the Corporation are reported in the Public Facilities Corporation Debt Service Fund and the County Hospital Enterprise Fund.

The Contra Costa County Redevelopment Agency (the "Agency") was established for the purpose of redeveloping certain areas of the County designated as project areas. Its board members are the same as the County Board of Supervisors. The financial activities of the Agency are reported in the Redevelopment Agency Special Revenue, Debt Service and Capital Projects Funds.

The Contra Costa County Employees' Retirement Association (CCCERA) was established to provide retirement benefits to employees of the County and other member agencies. It provides services which almost exclusively benefit the County and its reported as a Pension Trust Fund in the general-purpose financial statements. Separate financial statements are available from CCCERA.

The County has 43 agencies referred to as County Special Districts and Service Areas. Each is established by the County for the purpose of providing specific services in a defined geographic area. Their board members are the same as the County Board of Supervisors. These agencies are reported in Special Revenue Funds. These agencies and the Special Revenue Fund in which each is reported include: Fire Protection - Bethel Island Fire Protection District, Contra Costa Fire Protection District, Crockett-Carquinez Fire Protection District, East Diablo Fire Protection District, Moraga Fire Protection District and Orinda Fire Protection District; Flood Control - Flood Control District, Storm Drainage District, Storm Drain Maintenance District #4 and Storm Drain District No. Z-16; Health and Sanitation - Sanitation Districts Nos. 5, 6, 15 and 19; Service Areas - Service Areas D-2, EM-1, L-100, LIB-2, LIB-10, LIB-12, LIB-13, M-1, M-8, M-16, M-17, M-20, M-23, M-25, M-26, M-27, M-28, M-29, R-4, R-7, R-8, R-9, R-10 and RD-4; Law Enforcement - Service Areas P-1, P-2, P-5 and P-6; Other Special Revenue - Contra Costa County Water Agency.

Complete financial statements for each of the individual component units may be obtained at the unit's administrative offices as follows:

Housing Authority of the County of Contra Costa
3133 Estudillo Street, Martinez, CA 94553

Contra Costa County Public Facilities Corporation
651 Pine Street, 11th Floor, Martinez, CA 94553

Contra Costa County Redevelopment Agency
651 Pine Street, 5th Floor North Wing, Martinez, CA 94553

County Service Areas, County Auditor-Controller
625 Court Street, Room 103, Martinez, CA 94553

Contra Costa County Employees' Retirement Association
1355 Willow Way, Suite 221, Concord, CA 94520

B. Fund Accounting

The County uses funds and account groups to report its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental funds are used to account for all or most of the County's general government activities, including the collection and disbursement of earmarked monies (Special Revenue Funds), the acquisition or construction of general fixed assets (Capital Projects Funds), and the servicing of general long-term obligations (Debt Service Funds). The General Fund is used to account for all activities of the County not accounted for in one of the other fund types.

Proprietary funds are used to account for activities similar to those in the private sector, where the measurement focus is upon determination of net income and capital maintenance. Goods or services from such activities can be provided either to outside parties (Enterprise Funds) or to other departments or agencies primarily within the County (Internal Service Funds).

Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Pension Trust and Agency funds. The Pension Trust Fund is accounted for in essentially the same manner as proprietary funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using the flow of current financial resources measurement focus. Only current assets and current liabilities generally are included on the balance sheet. Fixed assets purchased with governmental funds are recorded in the General Fixed Assets Account Group. Liabilities, which are expected to be liquidated with expendable available resources, are considered current liabilities and are recorded in the governmental fund types; remaining amounts are reported in the General Long-Term Obligations Account Group. Operating statements of the governmental funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds and the pension trust fund are accounted for using the flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets. Under GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, the Pension Trust Fund reports its investments at year-end at fair value on the balance sheet, and includes both realized and unrealized gains and losses on investments in its statement of changes in plan net assets.

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than principal and interest on long-term obligations, are recorded when the related fund liability is incurred. Principal and interest on general long-term obligations are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

The County considers property taxes administered under the alternate method of distribution as available (see Note 3.). Unsecured property taxes, not administered under that method, are considered available if they are collected within 60 days after year-end.

Other major revenues susceptible to accrual are franchise fees, intergovernmental revenue, interest revenue and charges for services. Vehicle license fees and sales tax revenue reported to the State on behalf of the County for the period ending June 30th, are also recognized as revenues. Fines, fees and permits are not susceptible to accrual as they generally are not measurable until received in cash.

The accrual basis of accounting is utilized by proprietary fund types and the Pension Trust Fund. Under this method, revenues are recorded when earned and expenses are recorded when liabilities are incurred.

The County reports deferred revenue on its combined balance sheet. Deferred revenue arises when a potential revenue transaction does not meet the "available" criteria for recognition in the current period. Deferred revenue also arises when resources are received by the County before it has a legal claim to them, as when grant monies are received in advance of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for the deferred revenue is removed from the combined balance sheet and revenue is recognized.

D. Governmental Accounting Standards Board (GASB) Statement No. 20

The County has elected under Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*, not to apply Financial Accounting Standards Board (FASB) statements and interpretations issued after November 30, 1989. As required under GASB Statement No. 20, the County will continue to apply all applicable GASB pronouncements, as well as statements and interpretations of FASB, the Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARB's) of the Committee on Accounting Procedure issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

E. Budgets and Budgetary Accounting

In accordance with the provisions of Sections 29000-29144 of the Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares and legally adopts a budget each fiscal year after a series of Public Hearings. Budgets are adopted for the General, Special Revenue, certain required Debt Service and Capital Projects Funds on the modified accrual basis.

The results of operations as presented in the budget-to-actual comparison statements are on the generally accepted accounting principles (GAAP) basis. A reconciliation between those funds which are budgeted and those which are not follows (in thousands):

	Debt Service	Capital Projects
Excess (Deficiency) of revenues and other financing sources over expenditures and other financing uses (Budgeted Funds)	$ 50	708
Adjustment:		
Budgets not adopted for the:		
Public Facilities Corporation	(254)	
Assessment Districts	2,282	70
Excess (Deficiency) of revenues and other financing sources over expenditures and other financing uses (All Budgeted and Non-Budgeted Funds)	$ 2,078	778

Expenditures are controlled by management at the object level within departments for all adopted budgets; however, the legal level of control is at the department level. Any amendments of appropriations for a department, or transfers of appropriations between departments, are approved by the Board of Supervisors, as are supplemental appropriations normally financed by unanticipated revenues received during the year. Approximately $59,425,000 in supplemental appropriations were added to the budgets for all governmental fund types during the fiscal year, of which, $34,035,000 was for the General Fund. The Board has delegated authority to the County Administrator to approve transfers of appropriations between object level classifications within a department. Budgeted amounts are reported as amended. Individual amendments were not material in relation to the original appropriations. All appropriations lapse at year end.

F. Cash Flows

For the purposes of the statement of cash flows, the County considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

G. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General, Special Revenue and Capital Projects Funds. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

H. Inventories

Inventories are valued at cost on a first-in, first-out basis. The cost is recorded as an expenditure/expense at the time individual items are withdrawn from inventory (consumption method) in both governmental and proprietary funds.

I. Fixed Assets

Fixed assets are valued at historical cost. Contributed fixed assets are recorded at fair market value at the time received. Certain assets, for which actual costs are not available, have been valued on the basis of a professional valuation which determined their approximate historical cost.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group rather than in the governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings such as roads, bridges, streets and sidewalks, curbs and gutters, drainage systems, and lighting systems are not capitalized as these assets are immovable and of value only to the County. No depreciation has been provided on general fixed assets.

Depreciation has been provided on all proprietary fund fixed assets using the straight-line method over the following estimated useful lives: buildings, 25-40 years; improvements, 10-20 years; and equipment, 3-20 years. Depreciation recognized on assets acquired or constructed through resources externally restricted for capital acquisitions is closed to the appropriate contributed capital account and reported on the operating statement as an adjustment to retained earnings.

Interest is capitalized on construction in progress in the proprietary funds in accordance with Statement of Financial Accounting Standards No. 62, *Capitalization of Interest Cost in Situations Involving Certain Tax Exempt Borrowings and Certain Gifts and Grants*. Accordingly, interest capitalized is the total interest cost from the date of the borrowing net of any allowable interest carried on temporary investments of the proceeds of those borrowings until the specified asset is ready for its intended use.

J. Vacation and Sick Leave

Under terms of union contracts, County employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation hours. Employees are not reimbursed for accumulated sick leave except management employees who are eligible for a payoff of unused sick leave accruals at resignation. Management employees must have a balance of at least 70 percent of their sick leave accruals and have been employed three years or more to be eligible for this benefit. The maximum amount payable under this Sick Leave Incentive Plan is 50 percent of accrued sick leave, however, the amount of sick leave payable is de minimis. Accordingly, no accrual for sick leave has been made in the accompanying financial statements. Accrued vacation at June 30, 1997, equals $27,476,000 which includes $22,963,000 attributable to the General and Special Revenue Funds, $4,475,000 recorded in the Enterprise Fund and $38,000 recorded in the Pension Trust Fund. Amounts attributable to the General and Special Revenue Funds are not expected to be fully liquidated in the following year with expendable or available financial resources. Accordingly, this liability is reflected in the General Long-Term Obligations Account Group. In proprietary funds, accumulated vacation is recorded as an expense and liability as the benefits accrue to employees. In compliance with GASB Statement No. 16, *Accounting for Compensated Absences*, the amounts reported include estimated employer liability for taxes and workers' compensation premiums.

K. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

L. Bond and Certificate of Participation Discounts and Issuance Costs

In governmental fund types, bond and certificate of participation discounts, issuance costs and losses on defeasance are recognized in the period incurred. In proprietary fund types, these charges are deferred and amortized over the term of the issuance using the straight line method, which approximates the effective interest method.

M. Total Columns on Combined Statements

Total columns on the accompanying combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Such data are not comparable to a consolidation since interfund eliminations have not been made.

2. CASH AND INVESTMENTS

The cash balances of substantially all funds except the Pension Trust Fund are pooled and invested by the County Treasurer. As permitted by the Government Code, depositing entities may direct the County Treasurer to make specific investments separate from the pool. The Retirement Board directs the investment activity of the Pension Trust Fund. Income from pooled investments is allocated to the funds based on average daily balances.

Cash and investments at June 30, 1997, (December 31, 1996, for the Pension Trust Fund and March 31, 1997, for the Housing Authority) are as follows (in thousands):

	County & Agencies	Pension Trust Fund	Total
Deposits	$ 80,206	5,771	85,977
Investments	1,216,094	2,090,492	3,306,586
Total	$ 1,296,300	2,096,263	3,392,563

A. Deposits

Deposits include bank deposits at a carrying amount of $80,891,000. The balance per various financial institutions was $71,331,000 and was entirely covered by depository insurance or collateralized by the pledging financial institutions as required by Section 53652 of the California Government Code. Such collateral is considered to be held in the County's name.

According to Government Code Section 53601, bank obligations such as Certificates of Deposit are considered investments. However, in accordance with generally accepted accounting principles, the County has classified Certificates of Deposit in the amount of $5,086,000 as deposits. These Certificates of Deposit are insured or collateralized with securities held by the pledging financial institutions as required by Section 53652 of the California Government Code. Such collateral is considered to be held in the County's name.

B. Investments

Investments are stated at cost or amortized cost, except for investments held by the Employees' Retirement Association (Pension Trust Fund) which are reported at fair value, and assets of deferred compensation plans which are reported at market value.

The Pension Trust Fund reports real estate investments at fair value, which is based on independent appraisals performed on real estate holdings.

Statutes authorize the County to invest in obligations of the United States Treasury, Federal agencies, municipalities, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, bankers' acceptances, repurchase agreements, reverse repurchase agreements, medium-term notes, negotiable certificates of deposits, mutual funds and investments in accordance with the statutory provisions governing the issuance of bonds.

Pension Trust Fund investments are authorized by the County Employees' Retirement Law of 1937. Statutes authorize a "prudent investor" guideline as to the form and types of investments which may be purchased.

The County's investments and those of the Pension Trust Fund are categorized separately on the following page to give an indication of the level of custodial credit risk assumed by each investment portfolio for their respective year-ends. Category 1 includes investments that are insured or registered, or securities held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments with the securities held by the counter-party's trust department or agent in the County's name or in the agent's nominee name with subsidiary records listing the County as the legal owner. Category 3 includes uninsured and unregistered investments, with the securities held by the counter-party or by its trust department or agent but not in the County's name. Investments not evidenced by securities that exist in physical or book form cannot be categorized.

Investments (at carrying amount) and related market or fair values as of June 30, 1997, (December 31, 1996, for the Pension Trust Fund and March 31, 1997, for the Housing Authority) are shown as follows (in thousands):

	Category			Carrying Amount	Market/Fair Value
	1	2	3		
County & Agencies					
Negotiable certificates of deposit	$ 112,700			112,700	112,709
U.S. government securities	356,591	7,338		363,929	360,060
Commercial paper	60,417			60,417	60,416
Medium-term notes	11,400	9,873		21,273	21,346
Banker's acceptances	16,000			16,000	15,995
Repurchase agreements		220,428		220,428	220,459
Total	$ 557,108	237,639		794,747	790,985
State Treasurer's investment pool				210,903	210,903
Joint power - asset management program funds				23,533	23,533
Guaranteed investment contracts				45,568	45,568
Mutual funds				5,037	5,037
Deferred compensation				136,306	136,306
Total investments				$ 1,216,094	1,212,332
Pension Trust Fund					
Common & preferred stocks	$ 1,007,462			1,007,462	1,007,462
Corporate & government bonds	723,499			723,499	723,499
Non-cash collateral on securities/lending			20,229	20,229	20,229
Alternative investments			19,686	19,686	19,686
Repurchase agreements			1,995	1,995	1,995
Total	$ 1,730,961		41,910	1,772,871	1,772,871
Real estate				123,620	123,620
Short-term investment pool with fiscal agent				47,591	47,591
Securities lending short-term collateral investment pool				100,909	100,909
Stocks on loan				22,275	22,275
Bonds on loan				20,934	20,934
Reverse repurchase agreement				2,292	2,292
Total investments				$ 2,090,492	2,090,492

C. Derivative Financial Instruments

In accordance with California statutes, the County may invest in a wide variety of investment instruments, including asset backed securities, such as collateralized mortgage obligations and principal-only strips, forward contracts and reverse repurchase agreements. Asset backed securities held at June 30, 1997, are reported at cost or amortized cost in the balance sheet.

The Treasurer holds principal-only strip instruments for the benefit of some County school districts. Those school districts utilize the services of an independent financial advisor in determining their investment strategy.

The Employees' Retirement Association has investments with trustees who hold part of their portfolio in collateralized mortgage obligations.

The County has entered into one forward contract to obtain a fixed rate of interest on money held for future debt payments.

The investments discussed above, which are included in the accompanying financial statements, represent five percent of total investments. The Treasurer's investment policy was approved by the Board of Supervisors. In accordance with Government Code Sections 27130-27137, an investment oversight committee reviews the quarterly investment reports prepared by the Treasurer.

D. Securities Lending by the Employees' Retirement Association (Pension Trust Fund)

The Pension Trust Fund lends U.S. government obligations and domestic and international bonds and equities to various brokers for collateral that will be returned for the same securities plus a fee in the future. The fiscal agent does not provide any loss indemnification to the Pension Trust Fund. The fiscal agent manages the securities lending program and receives cash and securities as collateral. The collateral securities can be pledged or sold by the Pension Trust Fund without borrower default. Collateral cash and securities are pledged at 102 percent and 105 percent of the fair value of domestic securities and non-domestic securities lent, respectively. There are no restrictions on the amount of securities which can be lent at one time. The term to maturity of the securities loans is generally matched with the term to maturity of the investment of the cash collateral. Such matching existed at year-end. As with other extensions of credit, the Pension Trust Fund may bear the risk of delay in recovery or even loss of rights in the collateral should borrowers of the securities fail financially. At year-end, the Pension Trust Fund has no credit risk exposure to borrowers.

For financial reporting purposes collateral with fiscal agents on security lending is included with cash and investments in the County's general-purpose financial statements and the offsetting liability is included with accounts payable and accrued liabilities.

Securities on loan at December 31, 1996, by Barclay's Global Investors are not identified in the table in Note 2.B. Per their records, the Pension Trust Fund had received $56,119,000 in cash collateral and $20,229,000 in non-cash collateral. However, Barclay's Global Investors' reporting procedures have not been updated to support the necessary disclosures for securities on loan. Therefore the Pension Trust Fund is unable to fully comply with disclosure requirements of Governmental Accounting Standards Board (GASB) Statement No. 28, *Accounting and Financial Reporting for Securities Lending Transactions*.

3. PROPERTY TAX

The County is responsible for assessing, collecting and apportioning property taxes. Taxes are levied for each fiscal year on taxable real and personal property situated in the County. The levy is based on the assessed values as of the preceding March 1st, which is also the lien date. State code requires tax rates to be set no later than the first workday in September unless the Board of Supervisors elects to extend the deadline to October 3rd. Property taxes on the secured roll are due in two installments: November 1st and February 1st and become delinquent after December 10th and April 10th, respectively. Supplemental property taxes are levied based on changes in assessed values between the date of real property sales and construction and the next normal assessment date. The additional supplemental property taxes are prorated from the first day of the month following the date of such occurrence. Property taxes on the unsecured roll are due on the lien date (March 1), and become delinquent if unpaid by August 31st.

Secured property taxes are recorded as revenue when apportioned, in the fiscal year of the levy. The County apportions secured property tax revenue in accordance with the alternate method of distribution prescribed by Section 4705 of the State Revenue and Taxation Code. This alternate method provides for crediting each applicable fund with its total secured taxes upon completion of the secured tax roll, approximately October 1st of each year.

Under the alternate apportionment method, specified amounts of penalties, interest collected on delinquent secured taxes and funds from sales of tax-deeded properties are held in trust in the Tax Losses Reserve Agency Fund. This reserve is used to offset the impact of accumulated delinquency remaining at year end. Property taxes which have been collected in advance of the levy year are reported in unapportioned taxes in the Unapportioned Taxes Agency Fund.

4. FIXED ASSETS

Following is a summary of changes in general fixed assets for the year ended June 30, 1997, (March 31, 1997, for the Housing Authority) (in thousands):

	Balance July 1, 1996	Additions	Deletions	Transfers	Balance June 30, 1997
Land	$ 32,878	3,123		413	36,414
Buildings & improvements	292,577	10,819	178	4,202	307,420
Buildings & improvements-lease purchase	135,589			(4,615)	130,974
Equipment	71,804	12,994	5,153	2,833	82,478
Equipment-lease purchase	10,753	2,615		(2,833)	10,535
Total	$ 543,601	29,551	5,331		567,821

Enterprise Fund fixed assets at June 30, 1997, were as follows (in thousands):

	Airport	Employee Fitness Center	County Hospital	Health Maintenance Organization	Total Enterprise Funds
Land	$ 9,003		426		9,429
Buildings & improvements	26,702	54	19,130	73	45,959
Buildings & improvements - lease purchase	3,316				3,316
Construction in progress*			73,738		73,738
Equipment	632	83	16,644	395	17,754
Equipment - lease purchase	47		445	136	628
Total	39,700	137	110,383	604	150,824
Less accumulated depreciation	(8,243)	(77)	(23,188)	(366)	(31,874)
Net fixed assets	$ 31,457	60	87,195	238	118,950

* The County is building a new county hospital to replace its existing Merrithew Memorial Hospital.

5. SHORT TERM NOTES

On June 30, 1997, the County had tax and revenue anticipation notes outstanding in the amount of $120,000,000 with interest at 4.50 percent per annum. The notes were issued July 1, 1996, and redeemed July 3, 1997. The redemption monies were from taxes and other revenues transferred to a fiscal agent during the fiscal year. Total interest incurred on these notes during 1996-97 was $5,400,000 with an additional $30,000 incurred in July, 1997.

6. LEASE COMMITMENTS

A. Operating Leases

Total rental expense for the year ended June 30, 1997, (March 31, 1997, for Housing Authority) for all operating leases and month-to-month lease arrangements amounted to $5,213,000 for the General Fund, $1,408,000 for the Special Revenue Funds, and $1,132,000 for the Enterprise Funds.

At June 30, 1997, (March 31, 1997, for the Housing Authority) the future minimum rental payments required under non-cancelable operating leases for buildings and equipment, other than month-to-month lease arrangements, are as follows (in thousands):

Fiscal Year Ending June 30,	General Fund	Special Revenue Funds	Enterprise Funds
1998	$ 2,337	215	134
1999	1,606	71	114
2000	1,106	4	88
2001	769		30
2002	509		
Thereafter	4,594		
Total	$ 10,921	290	366

B. Capital Leases

The County has capital lease purchase agreements with the Contra Costa County Public Facilities Corporation and with other third parties. The assets acquired under these lease agreements are included in the County's General Fixed Assets Account Group. The obligations related to these lease purchase agreements are included in the County's General Long-Term Obligations Account Group, and are summarized in Note 7.

7. LONG-TERM OBLIGATIONS

Following is a summary of changes in long-term obligations for the year ended June 30, 1997, (March 31, 1997, for the Housing Authority) (in thousands):

	Balance July 1, 1996	Additions	Retirements	Balance June 30, 1997
General Long-Term Obligations				
Employee benefits payable	$ 21,241	1,722		22,963
Capital lease obligations	30,395	2,615	(3,971)	29,039
Advances from other funds	12,007	1,342	(1,077)	12,272
Certificates of participation, net	99,545		(6,255)	93,290
Notes payable	1,499		(59)	1,440
Pension bonds payable*	333,530		(4,920)	328,610
Other bonds payable	33,280		(1,060)	32,220
Special assessment debt with government commitment**	29,812		(2,994)	26,818
Total	$ 561,309	5,679	(20,336)	546,652
Enterprise Funds				
Employee benefits payable	$ 4,253	222		4,475
Capital lease obligations	3,983	80	(186)	3,877
Certificates of participation, net	122,877	127,472	(122,877)	127,472
Notes payable	558		(22)	536
Total	$ 131,671	127,774	(123,085)	136,360

* The July 1, 1996, balance has been restated to add $293,000 to amend the 1995-96 reclassification of pension bonds payable from the County Hospital, Health Maintenance Organization and Airport Enterprise Funds to the General Long-Term Obligations Account Group.

** The July 1, 1996, balance has been restated $(2,568,000) for the reclassification of assessment debt for the Stege Sanitary District and the Kensington Park to the Fiduciary Funds group. This debt is not a commitment of the County.

Following is a schedule of debt payment requirements to maturity for long-term obligations, excluding advances from other funds and employee benefits payable that have indefinite maturities, outstanding at June 30, 1997, (March 31, 1997, for the Housing Authority) (in thousands):

	General Long-Term Obligations				Enterprise Funds		
Fiscal Year Ending June 30,	Capital Lease Obligation	Bonds & Notes Payable	COP Obligations	Special Assessment Debt	Notes & Lease Obligations	COP* Obligations	Total
1998	$ 3,772	32,889	11,636	3,526	404	9,663	61,890
1999	3,525	33,123	11,164	3,428	1,183	10,693	63,116
2000	3,141	34,820	11,275	3,422	1,176	10,679	64,513
2001	2,566	36,607	11,067	3,349	1,173	10,679	65,441
2002	2,366	38,367	10,995	3,313	1,082	10,656	66,779
2003-2007	11,559	222,197	43,604	12,998	300	53,212	343,870
2008-2012	9,896	173,827	22,317	7,492	217	53,035	266,784
Thereafter	17,039	24,758	34,597	6,591		115,847	198,832
Total	53,864	596,588	156,655	44,119	5,535	274,464	1,131,225
Less Amount representing interest	(24,825)	(234,318)	(63,365)	(17,301)	(1,122)	(129,124)	(470,055)
Liability at June 30, 1997	$ 29,039	362,270	93,290	26,818	4,413	145,340	661,170

* Enterprise Certificates of Participation (COP) obligations are reported before the original issue discount of $2,252,000 and the deferred amount of refunding of $15,616,000 for a total difference of $17,868,000.

Individual issues of bonds, notes and certificates of participation payable at June 30, 1997, are as follows (in thousands):

Issue	Original Issue	Annual Installments	Final Payment	Interest Rates	Outstanding at June 30, 1997
Public Facilities Corporation(1)					
1988 Consolidated capital projects	$ 61,690	$ 2,085-4,395	2008	7.15-7.8%	$ 35,235
1992 Consolidated capital projects	37,300	920-2,220	2019	5.5-9.5	32,865
Hospital replacement project	145,340	3,020-4,589	2022	3.75-6.0	145,340
1992 Municipal project	4,750	495-590	2002	4.9-5.5	2,655
1995 Various capital	23,090	300-7,620	2024	5.2-6.5	22,535
					238,630
Special Revenue General Obligation Bonds(2)					
Sanitation	1,475	120	1998	6.0	120
Recreation and park	4,485	370-510	2004	4.0-5.10	3,495
Storm drainage	200	5	2005	4.25	40
					3,655
Redevelopment Agency Notes and Bonds Payable					
1992 Tax Allocation Bond(3)	29,315	295-1,740	2023	5.25-7.02	21,930
1995A Tax Allocation Bond(3)	1,645	20-115	2025	3.9-7.0	1,625
1995B Tax Allocation Bond(3)	2,735	40-200	2025	4.25-6.90	2,735
Property(2)	1,200		2002	11.0	1,200
					27,490
Special Revenue Notes Payable(4)					
Sanitation District 5	75	3-8	2000	7.4	28
Flood control	50	50	1997	4.11-6.29	50
Storm Drain 15 A	80		1997	NONE	80
Service Area D-2	36	10	1997	NONE	26
					184
Housing Authority (at March 31, 1997)					
Notes payable	539	60	1997	6.6	56
Bonds	3,480	230	2007	3.18-5.0	2,275
					2,331
Pension Obligation Bonds(5)	337,365	4,920-44,560	2011	5.20-6.85	328,610

Footnotes (1)-(5) explained on next page.

Issue	Original Issue	Annual Installments	Final Payment Date	Interest Rates	Outstanding at June 30, 1997
Special Assessment Debt with Government Commitment(6)					
East Bates Ave. 93-1	$ 2,105	$ 135-230	2006	5.45-6.98%	$ 1,775
Hidden Pond Road 93-1	757	35-75	2009	5.67-7.20	665
Kensington 91-1	4,684	240-300	2012	5.0-6.35	3,745
Mrack Road 92-1	2,313	15-45	2013	6.2-7.9	500
Pleasant Hill 87-1	8,785	485-770	2004	6.70-7.3	4,890
Pleasant Hill BART 93-5	1,530	45-140	2014	5.17-6.93	1,440
Rancho Paraiso 93-4	5,905	80-580	2016	5.58-7.74	5,310
San Pablo Creek 91-3	540	85-95	1999	6.10-6.4	270
San Ramon Valley 93-3	2,191	255-315	2001	5.7-6.61	1,420
San Ramon 89-1	980	60-90	2004	7.50-7.85	605
San Ramon 89-2	481	75	1997	6.9	75
Wayside Plaza 91-2	2,010	110-190	2006	7.0-7.2	1,460
Pleasant Hill BART CFD1 91-1	4,555	35-540	2016	7.0-8.125	4,495
Pleasant Hill BART CFD 92-1	171	2-20	2015	8.0	168
					$ 26,818
Airport Enterprise Note Payable(7)	558	24-53	2010	6.06	$ 536

NOTES:

(1) Debt service payments are made from lease payments by the County General, Special Revenue and Hospital Enterprise Funds to the Public Facilities Corporation.

(2) Debt service payments are made from restricted property taxes and other revenues recorded in the Debt Service Funds.

(3) Debt service payments are made from tax increment financing.

(4) Debt service payments are made from drainage fees and sanitation fees.

(5) Debt service payments are made from retirement contributions.

(6) Debt service payments are made from special assessments levied on property owners in each assessment district. The County administers the assessment and repayment of these bonds. Since early redemption is allowed, there may be differences between the earnings on money received from property owners wishing to pay off their debt early and the interest obligation that accumulates on their debt between the time they submit funds to the County and the next available redemption date, as stated in the bond's Official Statement. The County has historically funded this difference, and to that extent may be obligated in some manner for this debt.

(7) Debt service payments are made from operating revenues.

There are a number of limitations and restrictions contained in the various bond indentures. County management believes that the County is in compliance with all significant limitations and restrictions.

A. Issuance of New Debt and Advance Refunding

In February 1997, the Public Facilities Corporation issued $145,340,000 in Certificates of Participation (the "new debt") with interest rates ranging from 3.75 to 6.00 percent to advance refund $125,584,000 of 1992 Certificates of Participation (the "old debt") related to the Merrithew Memorial Hospital Replacement Project. The net proceeds of the new debt amounted to $142,059,000 (including accrued interest received of $408,000 and after payment of $3,689,000 of underwriting fees, insurance, original issue discount and other issuance costs). Of this amount, $138,450,000 was used to purchase securities which are held in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1992 Certificates. As a result, the 1992 Certificates are considered defeased and the liability for those Certificates has been removed from the Enterprise Funds.

The Public Facilities Corporation advance refunded the old debt to reduce its total debt service over the next 24 years by $235,300. The transaction resulted in an economic gain of $5,674,000 (difference between the present values of the debt service payments on the old and new debt).

At June 30, 1997, the amount of outstanding obligations considered defeased, is $125,584,000. In accordance with GASB Statement No. 23, the difference between the reacquisition price and the net carrying amount of the old debt of $15,873,000 was deferred and amortized as a component of interest expense over the life of the new debt, which is equal to the remaining life of the refunded debt. In addition, the debt is shown net of this deferred amount.

8. INTERFUND BALANCES

Account balances at June 30, 1997, are as follows (in thousands):

	Due From Other Funds	Due to Other Funds	Advances From Other Funds	Advances to Other Funds
General Fund	$ 93,175	29,069		138
Special Revenue Funds:				
Road	679	2,345		
Library	15	370		
Fire Protection	806	484		
Health and Sanitation	297	1,863		
Service Areas	35	313		824
Flood Control	1,141	2,080		9,701
Law Enforcement	3,014	4,856		
Courts & Criminal Justice	6,838	4,586		
Recorder/Clerk Modernization	6	52		
Other Special Revenue	631	104		2,683
Land Development	1,008	700		
Redevelopment Agency			2,657	
Housing Authority	746	1,000		
Child Development	133	263		
Debt Service Funds:				
Pension Bond		1,954		
Assessment Districts		106		
Sanitation Bonds		2		
Capital Projects Funds:				
Redevelopment Agency	470	577		
West County Jail	2			
Subtotal	$ 108,996	50,724	2,657	13,346

(continued)

	Due From Other Funds	Due to Other Funds	Advances From Other Funds	Advances to Other Funds
Balance Forward from previous page:	$ 108,996	50,724	2,657	13,346
Enterprise Funds				
Airport	98	1,462		
Employee Fitness Center	5	333		
County Hospital	13,771	10,932		
Health Maintenance Organization	4,818	7,777		
Major Risk Medical Insurance	10	30		
Regency Hills		25		
Internal Service Funds				
Self-Insurance	8,698	4,105		
Trust and Agency Funds				
Tax Distribution	12,818	52,875		
Schools and Special Districts	38,491	37,798		1,500
Other Agencies	8,896	33,431		83
Employees' Retirement Association	2,004			
Long-Term Obligations			12,272	
Subtotal	198,605	199,492	14,929	14,929
Adjustments:				
Housing Authority reported as of March 31, 1997	(746)	(1,000)		
Pension Trust reported as of December 31, 1996	633			
Total	$ 198,492	198,492	14,929	14,929

(concluded)

9. RESERVES AND DESIGNATIONS OF FUND BALANCE

Following is a summary of reserved and designated fund balances at June 30, 1997, (in thousands):

	General Fund	Special Revenue Funds*	Debt Service Funds*	Capital Projects Funds	Pension Trust Fund*	Total
Reserved for:						
Encumbrances	$ 16,972	9,106		473		26,551
Inventories	1,549					1,549
Debt service			16,718			16,718
Advances to other funds	138	13,208				13,346
Prepaid items and deposits**	1,229	346				1,575
Land held for sale		2,189				2,189
Employee retirement benefits					1,985,880	1,985,880
Redevelopment projects				2,223		2,223
Total	$ 19,888	24,849	16,718	2,696	1,985,880	2,050,031
Designated for:						
Authorized expenditures	$ 3,151					3,151
Equipment replacement	5,528	3,936		19,038		28,502
Total	$ 8,679	3,936		19,038		31,653

* Pension Trust Fund reported as of December 31, 1996. Housing Authority reported as of March 31, 1997.

** Reserves are less than total prepaid items and deposits because the General Fund advanced $251,000 to sub-grantees who will use the funds for Federal programs during the first quarter of fiscal year 1997-98. As funds are spent, the County is reimbursed by the Federal government.

10. ADJUSTMENTS TO FUND EQUITY

Adjustments to fund equity are as follows (in thousands):

	Debt Service Funds	Capital Project Funds	Enterprise Funds	Pension Trust Fund
Fund Equity at June 30, 1996, as Previously Reported	$ 14,956	22,152	28,158	1,751,385
Adjustments:				
Reclassification of Fund balances to Fiduciary Funds	(316)	(295)		
Other adjustments			(105)	(339)
Total adjustments	(316)	(295)	(105)	(339)
Fund Equity at June 30, 1996, as Restated	$ 14,640	21,857	28,053	1,751,046

The Stege Sanitary District and the Kensington Park fund equities were reclassified to Fiduciary Funds. Their debt is not a commitment of the County.

11. RESIDUAL EQUITY TRANSFER

A residual equity transfer of $2,794,000 was made to transfer excess family support enforcement funds, restricted by statute to family support collection efforts, from the General Fund to the Law Enforcement Special Revenue Fund.

12. DEFICIT RETAINED EARNINGS

The Airport Enterprise Fund had a retained deficit of $864,000 due to an accumulation of annual operating losses, including depreciation. This deficit should be eliminated as rents are received from anticipated fixed-base operators leasing space at the new Byron Airport and contractual rent increases at the Buchanan Airport. The Employee Fitness Center Enterprise Fund had a retained deficit of $259,000. Revenues were exceeded by increased lease occupancy, maintenance and repair costs. Under the direction of the Board of Supervisors, the County is obligated to fulfill the lease agreement for the fitness center until its expiration in the year 2000. In the interim, the Board of Supervisors has directed the County Administrator to attempt to identify parties interested in sub-leasing the facility for a health club. The Regency Hills Enterprise Fund had a $406,000 retained deficit. This Fund has been operating with contributed capital received from a special district at the time the Fund was established.

Four Internal Service Funds had retained deficits at June 30, 1997. The Workers' Compensation Insurance County General Fund had a deficit of $1,266,000, the Automotive Liability Insurance Fund had a deficit of $275,000, the Public Liability Insurance Fund had a deficit of $870,000 and the Medical Liability Insurance Fund had a deficit of $5,847,000. These Funds will have sufficient funding from investment earnings and charges to operating funds to cover disbursements as claims are paid.

13. CONTRIBUTED CAPITAL CHANGES

Changes in contributed capital of the Enterprise Funds for the year ended June 30, 1997, are as follows (in thousands):

	Airport	County Hospital	Health Maintenance Organization	Regency Hills	Total
Balance as of July 1, 1996	$ 27,464	830	1,000	500	29,794
Federal and State construction grants	840				840
Depreciation related to grants	(538)	(28)			(566)
Balance as of June 30, 1997	$ 27,766	802	1,000	500	30,068

14. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

Financial data for the Enterprise Funds for the year ended June 30, 1997, are as follows (in thousands):

	Airport	Employee Fitness Center	County Hospital	Health Maintenance Organization	Major Risk Medical Insurance	Regency Hills	Total
Operating revenues	$ 2,186	117	161,562	53,312	133	3,177	220,487
Operating expenses (other than depreciation)	1,807	189	136,374	62,619	139	3,201	204,329
Depreciation	566	16	2,010	49			2,641
Operating income (loss)	(187)	(88)	23,178	(9,356)	(6)	(24)	13,517
Non-operating revenues, expenses, net	(92)	19	(4)				(77)
Net operating transfers	(53)		(21,806)	9,756			(12,103)
Net (loss) income	$ (332)	(69)	1,368	400	(6)	(24)	1,337
Current capital contributions	$ 840						840
Fixed asset acquisitions	827		29,081	128			30,036
Net working capital	(524)	(319)	97,234	4,654	181	94	101,320
Total assets	32,637	78	211,261	19,995	212	225	264,408
Capital lease obligations	3,495		280	102			3,877
Certificates of participation, net			127,472				127,472
Total equity (deficit)	26,902	(259)	29,347	3,759	181	94	60,024

The County pays a subsidy to the County Hospital and Health Maintenance Organization Enterprise Funds to provide resources for operating costs which are in excess of operating revenues. Subsidies for the last three years are as follows (in thousands):

Year Ended June 30,	Total Subsidy
1995	$ 34,230
1996	12,692
1997	15,572

Subsidies have declined since 1995 as certain health and welfare realignment revenues, previously recorded in the General Fund and transferred via subsidy to the Hospital and the Health Maintenance Organization, are now recorded directly to those funds as intergovernmental revenue. In 1996-97, intergovernmental revenues were $5,325,000 for the Hospital and $17,383,000 for the Health Maintenance Organization.

15. DEFERRED COMPENSATION PLAN

The County and the Housing Authority offer their employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. These plans, available to all employees, permit them to defer a portion of their annual salary until future years. Monies in the deferred compensation plan are not available to employees until termination, retirement, death, or unforeseen emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the County or the Housing Authority (without being restricted to the provisions of benefits under the plan), subject only to the claims of the County or the Housing Authority's general creditors. Participants' rights under the plan are equal to those of general creditors of the County in an amount equal to the fair value of the deferred account for each participant.

It is the opinion of the County's legal counsel that the County has no liability for losses under the plan but does have the fiduciary duty of due care that would be required of an ordinary prudent investor. County management believes that it is unlikely the County will use the assets to satisfy the claims of general creditors in the future. The Housing Authority takes the same position in regards to their plan.

In August of 1996, the Small Business Job Protection Act (the "Act") became effective and, among other provisions, the Act provides that for a Section 457 Plan to be an eligible plan under the Act, all assets and income of the plan are to be held in trust for the exclusive benefit of plan participants and their beneficiaries. Amounts deferred under plans in existence, however, do not have to be placed in trust until January 1, 1999. As of June 30, 1997, the trusts have not yet been established.

As of June 30, 1997, the assets of the County plan, recorded in an agency fund at their market value, amounted to $136,285,000. At March 31, 1997, the assets of the Housing Authority's plan, recorded in an agency fund at their fair value, amounted to $1,199,000.

16. MORTGAGE REVENUE BONDS

Home mortgage revenue bonds have been issued in the County's name to provide mortgage loans secured by first trust deeds on newly constructed and existing residences. The program provides low interest rate mortgage loans to persons who find it difficult to qualify for conventional mortgages at market rates.

The bonds do not constitute an indebtedness of the County. They are payable solely from payments made on and secured by a pledge of the acquired mortgage loans and certain funds and other monies held for the benefit of the bondholders pursuant to the bond indentures. These bonds are not payable from any revenues or assets of the County, and neither the full faith and credit nor the taxing authority of the County, the State, or any political subdivision thereof is obligated for the payment of the principal or interest on the bonds. Accordingly, no liability has been recorded in the General Long-Term Obligations Account Group.

The total amount of mortgage revenue bonds outstanding at June 30, 1997, was $36,908,000.

17. RISK MANAGEMENT

The County self-insures its unemployment, dental, management long-term disability and medical liability exposures. The County is self-insured up to $750,000 per occurrence for workers' compensation, and maintains excess insurance coverage from $750,000 to $10 million per occurrence with a commercial insurance carrier. The County is self-insured up to $1.5 million per occurrence on public liability (excluding the airport, which is insured for catastrophic losses by a commercial insurance carrier up to $75 million per occurrence) and automobile liability, and maintains excess insurance coverage from $1.5 million to $10 million per occurrence with commercial insurance carriers. All claims are adjusted in-house by the County, except for dental which is adjusted by outside parties.

In addition, the County maintains $77.5 million "All Risk" coverage (including flood insurance) with a $50,000 deductible, and $52.5 million earthquake insurance coverage on all locations with commercial insurance carriers.

During the past three years there have been no instances of the amount of claim settlements exceeding insurance coverage.

Internal Service Funds are used to account for the County's self-insurance activities. It is the County's policy to provide in each fiscal year, by charges to affected operating funds, amounts sufficient to cover the estimated expenditures for self-insured claims. Charges to operating funds are recorded as expenditures/expenses of such funds and revenues of the Internal Service Funds. Accrual and payment of claims are recorded in the Internal Service Funds.

The County has accrued a liability of $73.2 million at June 30, 1997, for all self-insured claims in the Internal Service Funds which includes an amount for incurred but not reported claims. The self-insurance reserve is based on actuarially determined amounts for workers' compensation, public liability, and medical liability and based on management's estimates for all other reserves. In the opinion of the County, the amounts accrued are adequate to cover claims incurred but not reported in addition to known claims.

Changes in the Funds' claims liability amount in fiscal years 1996-97 and 1995-96 were (in thousands):

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
1996-97	$ 69,668	21,022	17,521	73,169
1995-96	$ 57,137	31,933	19,402	69,668

Current year claims and changes in estimates decreased in 1996-97 primarily from a decrease in public liability claims. However, there were increased workers' compensation and medical liability claims. The liability for workers' compensation increased by approximately $1.6 million. Increases and decreases of this size are not uncommon due to the nature of workers' compensation claims. The actuarially determined liability for medical liability decreased by approximately $1.1 million, reflecting a decrease in expected claims against the County Hospital. The actuarially determined claims liabilities, including incurred but not reported claims, are based on the estimated ultimate cost of settling the claims, using past experience adjusted for current trends, and any other factors that modify past experience. It also includes incremental claim adjustment expenses. In addition, estimated recoveries on settled and unsettled claims were evaluated in terms of their estimated realizable value and deducted from the liability for unpaid claims.

18. COMMITMENTS AND CONTINGENCIES

A. Grants

The County participates in a number of Federal and State grant programs which are subject to financial and compliance audits by the grantors or their representatives. Audits of certain grant programs through June 30, 1997, have not yet been conducted. Accordingly, the County's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The County believes that such disallowances, if any, would not have a material effect on the general-purpose financial statements.

B. Health Insurance

Health care benefits for active and retired employees are jointly financed by the beneficiaries and by the County. Most employees have a choice of participation in four medical plans: Kaiser Permanente, a private health maintenance organization (HMO); Health Net (HMO); Qual-Med, a preferred provider plan (PPO); and the Contra Costa Health Plan (CCHP), operated by the County Health Services Department. Employees represented by either the Deputy Sheriffs' Association (DSA), District Attorney Investigators' Association (DAIA), or United Professional Fire Fighters' IAFF Local 1230 are eligible to participate in medical plans administered by the California Public Employees' Retirement System (CalPERS).

For non-CalPERS administered medical plans, the County subvents 79 percent of Kaiser and Health Net, 75 percent of Qual-Med and 98 percent of CCHP premiums for plan members. The County subvention for CalPERS administered plans is a flat rate depending on the employees' union representation and the number of dependents covered under the plans. All permanent employees have a choice of three dental plans: a County self-funded plan administered by Delta Dental, and Safeguard A or B plans. The County's self-funded plan is an indemnity program and the Safeguard plans are prepaid programs.

The County's contribution to health and dental plans during 1996-97 for active employees was $25,038,560. The County's liability for health care benefits is limited to its annual contribution.

C. Post-Employment Benefits Other Than Pensions

In addition to providing retirement benefits as described in Note 19, retired employees are allowed to continue participation in the medical and dental plans described above. As of June 30, 1997, there were 3,198 retired employees participating in the health plans, and the County contributed $8,862,634 toward payment of the premiums. The cost of retiree health care is recognized when the County makes its contribution on a pay-as-you-go basis and is accounted for in the General Fund, Special Revenue Library and Fire District Funds, Enterprise Funds, or Fiduciary Funds as appropriate. This post-employment benefit was approved by Board of Supervisors resolution number 264 on August 22, 1961 with an effective date of October 1, 1961. To be eligible, the retiring employee must have been a member of a participating health plan for at least five consecutive years.

D. Special Assessment Debt

The County is considered to be "obligated in some manner," as defined by Governmental Accounting Standards Board Statement No. 6, *Accounting and Financial Reporting for Special Assessments*, for its special assessment debt. The County is obligated to foreclose on properties for which owners have failed to pay installments of assessments as they fall due and the County may honor deficiencies to the extent that lien foreclosure proceeds are insufficient. The County's obligation to advance monies to pay debt service in the event of delinquent assessment installments is limited to the amount of remaining original bond proceeds and installments received. Special assessment debt is included in the County's General Long-Term Obligations Account Group and special assessment transactions are included in the Assessment Districts Debt Service Fund. Debt service payments are made from special assessments of the related special assessment district.

E. Pending Legal Matters

Numerous lawsuits are pending or threatened against the County. The County has recorded actuarially determined reserves in the Internal Service Funds to adequately cover estimated potential material adverse losses at June 30, 1997.

F. Proposition 62

The California Supreme Court has upheld the constitutionality of Proposition 62, a 1986 initiative which required voter approval of all new or increased taxes. The Court's ruling may invalidate certain taxes previously collected by the County and disallow these taxes from being collected in the future. The likelihood and amount of these taxes being invalidated is currently unknown and has not been reflected in the general-purpose financial statements. Management does not believe this ruling will materially effect the County's financial position.

G. Proposition 218

Proposition 218 was approved by the voters in November 1996 and could sharply limit the County's ability to collect new taxes and fees. This measure requires a voter majority approval for all taxes used for "general government purposes" and a two-thirds voter approval for "special taxes" used for defined purposes. Proposition 218 repeals any such taxes imposed after January 1, 1995, that fail to meet these requirements. For these taxes to remain in effect, the local government must obtain voter approval by November 1998. The County collected approximately $18 million in fees and assessments in 1996-97 which could be subject to the provisions of Proposition 218. None of these fees and assessments are deposited in the County's General Fund. If the County is unable to continue to collect these revenues, the services and programs funded with these revenues would have to be curtailed and/or the County's General Fund might have to be used to support them. The County is unable to predict whether or not in the future it will be able to continue all of these services and programs or, if they are continued, what amounts (if any) would be used from the County's General Fund to continue to support these activities.

19. PENSION PLAN

A. Plan Description

The Contra Costa County Employees' Retirement Association (CCCERA) is a cost-sharing multiple-employer defined benefit pension plan governed by the County Employees' Retirement Law of 1937 (the "1937 Act"). The plan covers substantially all of the employees of the County, its special districts, the Housing Authority and thirteen other member agencies.

The plan provides for retirement, disability, death and survivor benefits, in accordance with the 1937 Act. Annual cost-of-living adjustments to retirement benefits can be granted by the Retirement Board as provided by State statutes.

The CCCERA is divided into three separate benefit sections of the 1937 Act. These sections are known as: General - Tier I, General - Tier II and Safety. Tier I includes members not mandated to be in Tier II and reciprocal members that elect Tier I membership. Tier II includes members hired on or after August 1, 1980, by the three employers adopting this benefit provision and their members who elected to transfer from Tier I at that date. Safety includes members in active law enforcement, active fire suppression work or certain other "Safety" classifications as designated by the Retirement Board.

Service retirement benefits are based on age, length of service and final average salary. For the Tier I and Safety sections, the retirement benefit is based on a one-year average salary, in accordance with Government Code Section 31462. For Tier II, the benefit is based on a three-year average salary.

The CCCERA issues a stand-alone financial report which is available at its office located at 1355 Willow Way, Suite 221, Concord, California 94520.

B. Funding Policy

Pursuant to provisions of the 1937 Act, the Retirement Board recommends the annual contribution rates for adoption by the Board of Supervisors. New contribution rates, based on the actuarial study as of January 1, 1996, became effective July 1, 1996. The contribution requirements are determined as a percentage of payroll.

The employer rates were calculated on the alternate funding method permitted by Section 31453.5 of the Government Code. The "entry age normal funding" method is used to calculate the rate required to provide all the benefits promised to a new member. Unfunded costs resulting from this calculation are amortized over 14.5 years from the January 1, 1996 valuation date.

Active plan members are required to contribute an actuarially determined percentage of their annual covered salary. The required percentage rates vary according to the benefit section and entry age of the employee. The rates in effect during fiscal year 1996-97 (based on covered payroll as of January 1, 1996) ranged from 2.6 percent to 10.5 percent of the employees' annual covered salary.

The County employer rates of contribution, calculated as a percentage of the County's covered payroll of $276,137,000 as of January 1, 1996, for fiscal year 1996-97 were:

General Members, Tier I	10.49%
General Members, Tier II	5.07
Safety Members	12.45

The following table shows the County's required contributions and the percentage contributed, for the current year and each of the two preceding years:

Calendar Year	Annual County Required Contribution (ARC)	Percentage Contributed by County
1994	$ 29,224,290	100%
1995	28,147,254	100
1996	31,785,744	100

20. MEDICARE AND MEDI-CAL PROGRAMS

The County Hospital provides services to eligible patients under Medi-Cal and Medicare programs. For the year ended June 30, 1997, the Medi-Cal program represented 44 percent and the Medicare program represented approximately 20 percent of the Hospital's gross patient service revenues. Medi-Cal inpatient services are reimbursed on a per diem basis, outpatient services under a cost-reimbursement methodology. Medicare inpatient services are reimbursed based upon pre-established rates for diagnostic-related groups. Outpatient services and defined capital and medical education costs related to Medicare beneficiaries are paid based on a cost-reimbursement methodology. Final reimbursement is determined as a result of audits by the intermediary of annual cost reports submitted by the Hospital. Reports on the results of such audits have been received through June 30, 1995 and 1994 for Medicare and Medi-Cal, respectively. Adjustments as a result of such audits are recorded in the year the amount can be determined. Accounts receivable in the Hospital Enterprise Fund of $13,990,000 are reported net of contractual and other allowances of $30,617,000.

21. SUBSEQUENT EVENTS

A. 1997-98 Tax and Revenue Anticipation Notes

On July 1, 1997, the County issued $130,000,000 of short-term tax and revenue anticipation notes. The notes bear interest at 4.50 percent and will mature July 1, 1998.

B. Capital Projects Program

Effective August 15, 1997, the County has negotiated a new capital lease obligation (lease) for five buildings and capital improvements to four of them. The lease is for a $34,910,000 principal amount plus interest from 3.55 percent to 5.20 percent and terminates on February 1, 2021. The lease replaces a capital lease obligation effective February 1, 1991, for $23,980,000 principal amount plus interest from 6.30 percent to 6.70 percent with a termination date of February 1, 2021.

C. Capital Lease Obligation

Effective July 24, 1997, the County has negotiated a new capital lease obligation (lease) for improvements of the County Airports. The lease is for a $3,646,000 principal amount plus interest at 5.75 percent and terminates on May 1, 2005. The lease replaces a capital lease obligation effective May 1, 1994, for a $3,495,000 principal amount plus interest at 6.40 percent with a termination date of May 1, 2002.

D. Trial Court Funding

In October 1997, Assembly Bill (AB) 233 was enacted, which revised the state system of funding for trial courts. AB 233 provides that, effective January 1, 1998, the State of California shall assume sole responsibility for the funding of court operations currently provided by the County with the exception of fixed maintenance-of-effort payments made by the County to the State. The ultimate effect of this law on the County's financial statements has not yet been determined.

GENERAL FUND

The General Fund accounts for legally authorized activities of the County not provided for in other restricted funds. General Fund revenues are derived from taxes, licenses, permits, franchise fees, fines, forfeitures and penalties, use of money and property, aid from other governmental agencies, charges for current services and other revenue. General Fund expenditures and encumbrances are classified by the functions of general government, public protection, public ways and facilities, health and sanitation, public assistance, education, and recreational and cultural services. The resources of the General Fund are generally expended and replenished on an annual basis. The Fund will continue to exist indefinitely.

COUNTY OF CONTRA COSTA

GENERAL FUND BALANCE SHEET

JUNE 30, 1997

(With Comparative Totals for June 30, 1996)

(In Thousands)

		1997	1996
Assets:			
Cash and investments	$	107,811	114,420
Accounts receivable and accrued revenue		62,375	59,008
Inventories		1,549	1,656
Due from other funds		93,175	47,783
Advances to other funds		138	866
Prepaid items and deposits		1,480	2,491
Total Assets	$	266,528	226,224
Liabilities and Fund Equity			
Liabilities:			
Short term notes	$	120,000	90,000
Accounts payable and accrued liabilities		28,476	27,512
Due to other funds		29,069	22,586
Welfare program advances		9,803	19,541
Deferred revenue and credits		10,995	10,061
Total Liabilities		198,343	169,700
Fund Equity:			
Fund Balance Reserved for:			
Encumbrances		16,972	10,921
Inventories		1,549	1,656
Advances to other funds		138	866
Prepaid items and deposits		1,229	2,079
Total Fund Balance - Reserved		19,888	15,522
Fund Balance - Unreserved:			
Designated for future use		8,679	6,462
Undesignated		39,618	34,540
Total Fund Balance - Unreserved		48,297	41,002
Total Fund Balances		68,185	56,524
Total Liabilities and Fund Balances	$	266,528	226,224

COUNTY OF CONTRA COSTA

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 92,435	99,974	7,539	95,773
Licenses, permits and franchise fees	6,195	7,419	1,224	6,689
Fines, forfeitures and penalties	13,712	14,082	370	17,437
Use of money and property	12,725	12,062	(663)	13,406
Intergovernmental	386,840	371,750	(15,090)	373,167
Charges for services	104,898	103,913	(985)	99,678
Other revenue	20,103	18,198	(1,905)	17,456
Total Revenues	636,908	627,398	(9,510)	623,606
Expenditures:				
Current:				
General government	92,265	77,199	15,066	82,256
Public protection	156,845	150,121	6,724	141,875
Health and sanitation	125,591	122,676	2,915	115,286
Public assistance	245,376	218,081	27,295	233,862
Education	138	133	5	130
Public ways and facilities	10,898	9,266	1,632	6,933
Recreation and culture	1		1	
Debt Service - Interest	6,079	4,204	1,875	4,273
Capital outlay	2,615	2,615		1,371
Total Expenditures	639,808	584,295	55,513	585,986
Excess of Revenues Over (Under) Expenditures	(2,900)	43,103	46,003	37,620
Other Financing Sources (Uses):				
Operating transfers in	24,581	24,581		18,804
Operating transfers out	(55,844)	(55,844)		(50,911)
Capital lease financing		2,615	2,615	1,371
Total Other Financing Sources (Uses)	(31,263)	(28,648)	2,615	(30,736)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(34,163)	14,455	48,618	6,884
Fund Balances at Beginning of Year, as Previously Reported	56,524	56,524		51,570
Adjustment to beginning fund balance				(418)
Fund Balances at Beginning of Year, as Restated	56,524	56,524		51,152
Residual equity transfers out		(2,794)	(2,794)	(1,512)
Fund Balance at End of Year	$ 22,361	68,185	45,824	56,524

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
GENERAL GOVERNMENT				
Board of Supervisors				
Salaries and benefits	$ 1,148	1,083	65	1,029
Services and supplies	617	540	77	604
Fixed assets	10	5	5	
Expenditure transfers	(99)	(99)		(102)
Total	1,676	1,529	147	1,531
Clerk of the Board				
Salaries and benefits	329	308	21	277
Services and supplies	37	35	2	46
Fixed assets	3	3		
Expenditure transfers	(25)	(25)		(29)
Total	344	321	23	294
Administrator				
Salaries and benefits	1,998	1,997	1	1,994
Services and supplies	799	772	27	703
Other charges	8	8		8
Fixed assets	55	54	1	28
Expenditure transfers	(218)	(218)		(201)
Total	2,642	2,613	29	2,532
Crockett Rodeo Revenues*				
Services and supplies	4		4	
Other charges	351	351		
Total	355	351	4	

* New effective July 1, 1996 for incremental property taxes from a co-generation facility and UNOCAL.

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Auditor - Controller				
Salaries and benefits	4,481	4,039	442	3,925
Services and supplies	1,095	1,027	68	1,119
Other charges	83	81	2	
Fixed assets	2		2	
Expenditure transfers	(624)	(629)	5	(537)
Total	5,037	4,518	519	4,507
Treasurer - Tax Collector				
Salaries and benefits	1,819	1,816	3	1,649
Services and supplies	759	664	95	616
Other charges	7	6	1	6
Fixed assets	36	32	4	2
Total	2,621	2,518	103	2,273
Assessor				
Salaries and benefits	7,586	7,427	159	7,063
Services and supplies	1,726	1,462	264	1,048
Other charges	5	5		6
Fixed assets	93	85	8	123
Expenditure transfers	(22)	(23)	1	(25)
Total	9,388	8,956	432	8,215
Purchasing				
Salaries and benefits	316	316		299
Services and supplies	118	105	13	80
Other charges				4
Fixed assets	2	2		1
Expenditure transfers	(34)	(35)	1	(34)
Total	402	388	14	350

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Management Information Systems				
Services and supplies	1,048	774	274	481
Fixed assets	235	194	41	211
Total	1,283	968	315	692
Revenue Collections				
Salaries and benefits	1,190	1,190		1,174
Services and supplies	549	535	14	300
Other Charges	3	3		3
Expenditure transfers	(386)	(386)		(313)
Total	1,356	1,342	14	1,164
County Counsel				
Salaries and benefits	2,963	2,960	3	2,789
Services and supplies	304	298	6	308
Fixed assets	78	17	61	19
Expenditure transfers	(947)	(1,189)	242	(1,012)
Total	2,398	2,086	312	2,104
Human Resources				
Salaries and benefits	2,930	2,830	100	2,535
Services and supplies	2,149	2,012	137	1,591
Other charges	14		14	
Fixed assets	80	30	50	25
Expenditure transfers	(410)	(440)	30	(441)
Total	4,763	4,432	331	3,710

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Personnel Merit Board				
Salaries and benefits	32	31	1	47
Services and supplies	54	35	19	12
Expenditure transfers		(23)	23	(6)
Total	86	43	43	53
Elections				
Salaries and benefits	1,255	1,255		1,090
Services and supplies	1,759	1,720	39	1,834
Fixed assets	124	10	114	66
Expenditure transfers	(185)	(185)		(232)
Total	2,953	2,800	153	2,758
Telephone Exchange				
Salaries and benefits	993	993		869
Services and supplies	2,935	2,925	10	2,735
Other charges	103	103		217
Fixed assets	135	135		50
Expenditure transfers	(3,269)	(3,269)		(3,175)
Total	897	887	10	696
Fleet Services				
Salaries and benefits	1,217	1,217		1,195
Services and supplies	4,370	4,360	10	4,289
Other charges	1,010	70	940	51
Fixed assets	2,893	1,485	1,408	919
Expenditure transfers	(6,201)	(6,201)		(6,223)
Total	3,289	931	2,358	231

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Building Occupancy Cost				
Services and supplies	15,794	15,236	558	15,290
Other charges	2	2		31
Fixed assets	49	49		
Expenditure transfers	(534)	(535)	1	(523)
Total	15,311	14,752	559	14,798
Building Maintenance				
Salaries and benefits	9,872	9,871	1	9,634
Services and supplies	17,662	17,660	2	16,753
Other charges	12,804	12,797	7	12,498
Fixed assets	243	114	129	51
Expenditure transfers	(36,165)	(36,165)		(35,115)
Total	4,416	4,277	139	3,821
Plant Acquisition				
Other charges	50	50		10
Fixed assets	10,913	9,286	1,627	19,639
Total	10,963	9,336	1,627	19,649
Economic Development				
Salaries and benefits	4	3	1	
Services and supplies	164	125	39	56
Fixed assets	5	5		
Total	173	133	40	56
Employee Benefits				
Salaries and benefits	11,344	6,678	4,666	6,558
Services and supplies	2,514	1,442	1,072	217
Other charges	60	57	3	49
Fixed assets	6	6		158
Total	13,924	8,183	5,741	6,982

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Information Technology				
Salaries and benefits	5,145	4,881	264	4,795
Services and supplies	3,796	3,214	582	2,839
Other charges	1		1	409
Fixed assets	878	325	553	399
Expenditure transfers	(6,806)	(7,009)	203	(6,483)
Total	3,014	1,411	1,603	1,959
Central Service/Microfilm				
Salaries and benefits	705	682	23	706
Services and supplies	1,006	968	38	1,020
Other charges	127	122	5	85
Fixed assets	18	18		16
Expenditure transfers	(1,633)	(1,633)		(1,690)
Total	223	157	66	137
General Services Administration				
Salaries and benefits	920	920		930
Services and supplies	214	214		182
Other charges	2	2		2
Fixed assets	12	12		3
Expenditure transfers	(1,145)	(1,145)		(1,143)
Total	3	3		(26)
Insurance				
Salaries and benefits	1,633	1,449	184	1,430
Services and supplies	4,862	4,741	121	4,828
Other charges	56	19	37	3
Fixed assets	142	1	141	3
Expenditure transfers		(1)	1	(1)
Total	6,693	6,209	484	6,263

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
UAAL Pension Bond Debt Service Transfers				
Salaries and benefits	(1,945)	(1,945)		(2,493)
Total General Government				
Salaries and benefits	55,935	50,001	5,934	47,495
Services and supplies	64,335	60,864	3,471	56,951
Other charges	14,686	13,676	1,010	13,382
Fixed assets	16,012	11,868	4,144	21,713
Expenditure transfers	(58,703)	(59,210)	507	(57,285)
Total	92,265	77,199	15,066	82,256
PUBLIC PROTECTION				
Law and Justice Systems				
Salaries and benefits	152	152		151
Services and supplies	179	89	90	353
Other charges	24		24	
Expenditure transfers	(48)	(48)		(57)
Total	307	193	114	447
Grand Jury				
Services and supplies	67	67		69
Criminal Grand Jury				
Services and supplies	65	65		58

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
District Attorney				
Salaries and benefits	12,525	12,021	504	11,603
Services and supplies	1,776	1,449	327	1,261
Other charges	63	37	26	41
Fixed assets	163	149	14	36
Expenditure transfers	(196)	(196)		(152)
Total	14,331	13,460	871	12,789
Public Defender				
Salaries and benefits	9,548	9,548		8,909
Services and supplies	1,096	1,075	21	1,007
Fixed assets	37	37		35
Total	10,681	10,660	21	9,951
District Attorney Family Support				
Salaries and benefits	8,218	8,218		8,790
Services and supplies	4,284	3,873	411	2,924
Fixed assets	963	853	110	195
Expenditure transfers	(858)	(858)		(962)
Total	12,607	12,086	521	10,947
Conflict Defense Services				
Services and supplies	1,542	1,491	51	1,504
Fixed assets	26		26	27
Total	1,568	1,491	77	1,531

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Sheriff				
Salaries and benefits	36,844	36,842	2	35,189
Services and supplies	4,865	4,592	273	3,504
Other charges	751	751		601
Fixed assets	1,608	478	1,130	158
Expenditure transfers	(387)	(387)		(132)
Total	43,681	42,276	1,405	39,320
Jail				
Salaries and benefits	28,572	28,044	528	28,014
Services and supplies	5,227	5,137	90	4,954
Other charges	317	282	35	292
Fixed assets	211	57	154	78
Expenditure transfers	(170)	(216)	46	(195)
Total	34,157	33,304	853	33,143
Jail Health Services				
Salaries and benefits	3,774	3,774		4,002
Services and supplies	3,134	3,126	8	2,654
Fixed assets	5	3	2	5
Expenditure transfers	(472)	(472)		(670)
Total	6,441	6,431	10	5,991
Probation				
Salaries and benefits	17,483	17,483		17,067
Services and supplies	3,976	2,501	1,475	2,781
Other charges	5,027	4,924	103	5,991
Fixed assets	75	41	34	16
Expenditure transfers	(20)	(20)		(23)
Total	26,541	24,929	1,612	25,832

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Justice System Programs				
Salaries and benefits	157	157		132
Services and supplies	1,136	1,091	45	215
Other charges	660	626	34	219
Fixed assets	41	41		13
Total	1,994	1,915	79	579
Flood Control				
Services and supplies	509	482	27	372
Agriculture				
Salaries and benefits	1,713	1,645	68	1,695
Services and supplies	141	82	59	94
Fixed assets	118	104	14	25
Total	1,972	1,831	141	1,814
Recorder				
Salaries and benefits	1,270	1,192	78	1,081
Services and supplies	298	296	2	255
Other charges	1		1	
Expenditure transfers	(5)	(8)	3	(9)
Total	1,564	1,480	84	1,327
Local Agency Formation				
Salaries and benefits	163	163		135
Services and supplies	84	76	8	65
Total	247	239	8	200

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Community Development				
Salaries and benefits	3,285	3,185	100	3,180
Services and supplies	1,051	778	273	776
Other charges	743	743		15
Fixed assets	15	14	1	29
Expenditure transfers	(2,930)	(2,978)	48	(2,737)
Total	2,164	1,742	422	1,263
Coroner				
Salaries and benefits	797	797		866
Services and supplies	439	340	99	377
Fixed assets	35	3	32	2
Expenditure transfers				(2)
Total	1,271	1,140	131	1,243
Emergency Services				
Salaries and benefits	327	327		274
Services and supplies	69	67	2	96
Expenditure transfers		(1)	1	
Total	396	393	3	370
Public Administrator				
Salaries and benefits	144	144		143
Services and supplies	5	5		4
Other charges	2	2		1
Total	151	151		148

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Animal Services				
Salaries and benefits	3,166	2,876	290	2,808
Services and supplies	542	493	49	460
Other charges	8	7	1	
Fixed assets	46	41	5	21
Total	3,762	3,417	345	3,289
UAAL Pension Bond Debt Service Transfers				
Salaries and benefits	(7,631)	(7,631)		(8,808)
Total Public Protection				
Salaries and benefits	120,507	118,937	1,570	115,231
Services and supplies	30,485	27,175	3,310	23,783
Other charges	7,596	7,372	224	7,160
Fixed assets	3,343	1,821	1,522	640
Expenditure transfers	(5,086)	(5,184)	98	(4,939)
Total	156,845	150,121	6,724	141,875
HEALTH AND SANITATION				
Public Health				
Salaries and benefits	21,502	21,502		21,357
Services and supplies	9,680	9,455	225	8,751
Other charges	4	4		4
Fixed assets	444	389	55	124
Expenditure transfers	(2,140)	(2,140)		(2,076)
Total	29,490	29,210	280	28,160

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Conservator/Guardianship*				
Salaries and benefits	833	833		
Services and supplies	156	153	3	
Fixed assets	65	15	50	
Expenditure transfers	(3)	(3)		
Total	1,051	998	53	
Environmental Health				
Salaries and benefits	4,477	4,477		4,364
Services and supplies	2,544	2,389	155	3,290
Other charges				1
Fixed assets	331	256	75	37
Expenditure transfers	(1)	(1)		(1)
Total	7,351	7,121	230	7,691
Childrens Services				
Salaries and benefits	2,974	2,974		2,705
Services and supplies	1,250	1,248	2	1,614
Other charges	2	2		2
Fixed assets	2		2	3
Total	4,228	4,224	4	4,324
Health Services Homeless Program				
Salaries and benefits	65	65		66
Services and supplies	1,410	1,396	14	1,824
Fixed assets	2	2		
Expenditure transfers	(150)	(150)		
Total	1,327	1,313	14	1,890

* Transferred from Public Health effective 7/1/96.

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Substance Abuse				
Salaries and benefits	3,241	3,241		3,102
Services and supplies	8,905	8,377	528	9,472
Fixed assets	314	8	306	8
Expenditure transfers	(300)	(300)		(473)
Total	12,160	11,326	834	12,109
Mental Health				
Salaries and benefits	10,896	10,837	59	10,009
Services and supplies	34,161	33,317	844	31,396
Other charges	2,969	2,969		3,770
Fixed assets	617	92	525	42
Expenditure transfers	(228)	(228)		(218)
Total	48,415	46,987	1,428	44,999
General Sewer Planning				
Services and supplies	23	22	1	22
Medical Disproportionate Share				
Other charges	22,452	22,452		17,475
Solid Waste Management				
Services and supplies	810	739	71	812
Other charges	45	45		
Fixed assets				83
Total	855	784	71	895
UAAL Pension Bond Debt Service Transfers				
Salaries and benefits	(1,761)	(1,761)		(2,279)

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Total Health and Sanitation				
Salaries and benefits	42,227	42,168	59	39,324
Services and supplies	58,939	57,096	1,843	57,181
Other charges	25,472	25,472		21,252
Fixed assets	1,775	762	1,013	297
Expenditure transfers	(2,822)	(2,822)		(2,768)
Total	125,591	122,676	2,915	115,286
PUBLIC ASSISTANCE				
Social Services				
Salaries and benefits	54,587	53,786	801	50,519
Services and supplies	28,191	25,772	2,419	25,468
Other charges	146,962	123,782	23,180	141,439
Fixed assets	1,563	845	718	140
Expenditure transfers		(81)	81	(166)
Total	231,303	204,104	27,199	217,400
Veterans Services				
Salaries and benefits	277	277		257
Services and supplies	14	12	2	10
Total	291	289	2	267
Private Industry Council				
Salaries and benefits	1,280	1,280		1,056
Services and supplies	5,526	5,523	3	5,943
Other charges	45	45		45
Fixed assets	63	63		152
Expenditure transfers	(272)	(272)		(279)
Total	6,642	6,639	3	6,917

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Community Services				
Salaries and benefits	4,352	4,352		4,067
Services and supplies	4,159	4,102	57	4,091
Other charges	159	159		
Fixed assets	35	33	2	56
Expenditure transfers	(652)	(652)		(370)
Total	8,053	7,994	59	7,844
Community Development				
Services and supplies	5,351	5,331	20	4,593
Fixed assets	7	5	2	4
Total	5,358	5,336	22	4,597
Housing Rehabilitation				
Salaries and benefits	189	189		185
Services and supplies	54	44	10	74
Total	243	233	10	259
UAAL Pension Bond Debt Service Transfers				
Salaries and benefits	(6,514)	(6,514)		(3,422)
Total Public Assistance				
Salaries and benefits	54,171	53,370	801	52,662
Services and supplies	43,295	40,784	2,511	40,179
Other charges	147,166	123,986	23,180	141,484
Fixed assets	1,668	946	722	352
Expenditure transfers	(924)	(1,005)	81	(815)
Total	245,376	218,081	27,295	233,862

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
EDUCATION				
Cooperative Extension Service				
Salaries and benefits	119	119		114
Services and supplies	25	20	5	21
Fixed assets				3
Total	144	139	5	138
UAAL pension bond debt service transfers				
Salaries and benefits	(6)	(6)		(8)
Total Education				
Salaries and benefits	113	113		106
Services and supplies	25	20	5	21
Fixed assets				3
Total	138	133	5	130
PUBLIC WAYS AND FACILITIES				
Public Works				
Salaries and benefits	16,030	15,792	238	15,552
Services and supplies	5,094	5,003	91	4,791
Other charges	28	24	4	36
Fixed assets	294	150	144	221
Expenditure transfers	(15,287)	(15,462)	175	(15,053)
Total	6,159	5,507	652	5,547
Road Construction				
Services and supplies	3,517	2,558	959	2,066
Other charges	1,938	1,917	21	270
Total	5,455	4,475	980	2,336

(continued)

COUNTY OF CONTRA COSTA

GENERAL FUND

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
UAAL Pension Bond Debt Service Transfers				
Salaries and benefits	(716)	(716)		(950)
Total Public Ways and Facilities				
Salaries and benefits	15,314	15,076	238	14,602
Services and supplies	8,611	7,561	1,050	6,857
Other charges	1,966	1,941	25	306
Fixed assets	294	150	144	221
Expenditure transfers	(15,287)	(15,462)	175	(15,053)
Total	10,898	9,266	1,632	6,933
RECREATION AND CULTURE				
Parks Administration				
Services and supplies	1		1	
INTEREST				
Services and supplies	235	138	97	161
Other charges	5,844	4,066	1,778	4,112
Total	6,079	4,204	1,875	4,273
CAPITAL OUTLAY				
Fixed assets	2,615	2,615		1,371
GRAND TOTAL				
Salaries and benefits	288,267	279,665	8,602	269,420
Services and supplies	205,926	193,638	12,288	185,133
Other charges	202,730	176,513	26,217	187,696
Fixed assets	25,707	18,162	7,545	24,597
Expenditure transfers	(82,822)	(83,683)	861	(80,860)
Total	$ 639,808	584,295	55,513	585,986

(concluded)

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

SPECIAL REVENUE FUNDS

ROAD FUND

This Fund was established to provide for maintenance and construction of roadways. Revenues consist primarily of the County's share of State highway user taxes and are supplemented by Federal funds.

LIBRARY FUND

This Fund was established to provide library services for all areas of the County except the city of Richmond. Property taxes provide most of the Fund's revenues.

FIRE PROTECTION FUNDS

These Special District Funds provide fire protection services to both cities and unincorporated areas in the County. They are financed primarily by property taxes.

HEALTH AND SANITATION FUNDS

These Funds provide a variety of health and sanitation services. They are financed by State grants, the County's share of the tobacco tax and user fees.

SERVICE AREAS FUNDS

These Special District Funds provide services such as lighting, park, or street maintenance to specific areas in the County. They are financed by property taxes and user charges.

FLOOD CONTROL FUNDS

These Special District Funds provide services to control flood and storm waters. Revenues are primarily received from property taxes and Federal grants.

LAW ENFORCEMENT FUNDS

These Funds provide for a variety of law enforcement services financed by property taxes, narcotics seizures and court fines and fees.

COURTS AND CRIMINAL JUSTICE FUNDS

These Funds are used for the improvement of court house and criminal justice facilities and related automated information systems. Revenues are derived from court fines and fees.

RECORDER/CLERK MODERNIZATION FUNDS

These Funds provide for automation of civil and small claims functions of the municipal courts and for micrographics and modernization of the Recorder's Office. Revenues received are from filing and recording fees.

OTHER SPECIAL REVENUE FUNDS

These Funds account for the activities of several non-grant Special Revenue Funds whose combined revenues are less than one percent of total Special Revenue Funds. They include Fish and Game, Survey Monuments, Victim Assistance, Sans Crainte Drainage and County Water Districts.

LAND DEVELOPMENT FUND

This Fund was established to report growth management related activities, such as Building Inspection, Public Works engineering and Community Development growth management related services.

REDEVELOPMENT AGENCY (RDA) FUNDS

These Funds are used to account for the financial resources designated for the improvement of targeted low to moderate income housing areas and the elimination of blight.

HOUSING AUTHORITY FUNDS

These Funds are used to account for the financial resources designated for housing and housing assistance to low income residents of Contra Costa County.

CHILD DEVELOPMENT FUND

This Fund is used to account for the financial resources designated for the County's Child Development programs.

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

COUNTY OF CONTRA COSTA

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 1997

(With Comparative Totals for June 30, 1996)

(In Thousands)

	Road	Library	Fire Protection	Health & Sanitation	Service Areas	Flood Control	Law Enforcement
Assets:							
Cash and investments	$ 23,173	3,909	19,101	2,970	8,277	4,977	10,158
Accounts receivable	7,546	436	609	1,522	115	2,508	40
Due from other funds	679	15	806	297	35	1,141	3,014
Advances to other funds					824	9,701	
Notes receivable							
Prepaid items and deposits	133				1	12	
Land held for sale							
Total Assets	$ 31,531	4,360	20,516	4,789	9,252	18,339	13,212
Liabilities and Fund Equity							
Liabilities:							
Accounts payable and accrued liabilities	$ 652	748	4,307	517	282	121	73
Due to other funds	2,345	370	484	1,863	313	2,080	4,856
Advances from other funds							
Deferred revenue and credits		82	13				
Total Liabilities	2,997	1,200	4,804	2,380	595	2,201	4,929
Fund Equity:							
Fund Balance:							
Reserved for:							
General reserve							
Encumbrances	588	372	4,636	235	141	281	115
Prepaid items and deposits	133				1	12	
Land held for sale							
Advances to other funds					824	9,701	
Total Fund Balance - Reserved	721	372	4,636	235	966	9,994	115
Fund Balance (Deficit) - Unreserved:							
Designated for future use	3,004	68				157	500
Undesignated	24,809	2,720	11,076	2,174	7,691	5,987	7,668
Total Fund Balance (Deficit) - Unreserved	27,813	2,788	11,076	2,174	7,691	6,144	8,168
Total Fund Balances (Deficits)	28,534	3,160	15,712	2,409	8,657	16,138	8,283
Total Liabilities and Fund Equity	$ 31,531	4,360	20,516	4,789	9,252	18,339	13,212

Courts & Criminal Justice	Recorder/ Clerk Modernization	Other Special Revenue	Land Development	RDA	Housing Authority*	Child Development	Totals 1997	1996
	3,192	3,521	6,742	1,973	8,856	24	96,873	97,095
1,468	9	3	747		1,044	512	16,559	14,210
6,838	6	631	1,008		746	133	15,349	11,159
		2,683					13,208	12,466
					2,434		2,434	2,485
3				7	189	1	346	728
				2,189			2,189	2,189
8,309	3,207	6,838	8,497	4,169	13,269	670	146,958	140,332
1,970	234	9	687	2	4,928	366	14,896	13,381
4,586	52	104	700		1,000	263	19,016	18,377
				2,657			2,657	3,057
			4,241		2,434		6,770	11,329
6,556	286	113	5,628	2,659	8,362	629	43,339	46,144
								896
1,287	506	13	324	582		26	9,106	8,863
3				7	189	1	346	728
				2,189			2,189	2,189
		2,683					13,208	12,466
1,290	506	2,696	324	2,778	189	27	24,849	25,142
			207				3,936	5,138
463	2,415	4,029	2,338	(1,268)	4,718	14	74,834	63,908
463	2,415	4,029	2,545	(1,268)	4,718	14	78,770	69,046
1,753	2,921	6,725	2,869	1,510	4,907	41	103,619	94,188
8,309	3,207	6,838	8,497	4,169	13,269	670	146,958	140,332

* Housing Authority fund reported as of March 31, 1997.

COUNTY OF CONTRA COSTA

SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	Road	Library	Fire Protection	Health And Sanitation	Service Areas	Flood Control	Law Enforcement
Revenues:							
Taxes	$	9,038	50,754	4,393	2,215	3,558	3,816
Licenses, permits and franchise fees		32	383		15	1,001	
Fines, forfeitures and penalties				792			431
Use of money and property	1,094	38	175	78	280	289	304
Intergovernmental	19,255	1,632	2,041	2,956	1,596	574	2,894
Charges for services	1,453	571	1,919	1,631	2,517	8,647	125
Other revenue	888	610	1,718		5	276	693
Total Revenues	22,690	11,921	56,990	9,850	6,628	14,345	8,263
Expenditures:							
Current:							
General government		25					
Public protection			58,420		3,424	12,907	6,504
Health and sanitation				9,756			
Public assistance							
Education		11,186			120		
Public ways and facilities	19,262				2,151		
Recreation and culture					1,050		
Debt Service:							
Principal			500			357	60
Interest							
Capital outlay							
Total Expenditures	19,262	11,211	58,920	9,756	6,745	13,264	6,564
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,428	710	(1,930)	94	(117)	1,081	1,699
Other Financing Sources (Uses)							
Operating transfers in	102	8				200	
Operating transfers out		(354)				(759)	(1,729)
Advances from other funds						1,257	
Proceeds from issuance of debt							
Total Other Financing Sources (Uses)	102	(346)				698	(1,729)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	3,530	364	(1,930)	94	(117)	1,779	(30)
Fund Balances (Deficits) at Beginning of Year	25,004	2,796	17,642	2,315	8,774	14,359	5,519
Residual equity transfer in							2,794
Fund Balances at End of Year	$ 28,534	3,160	15,712	2,409	8,657	16,138	8,283

Courts & Criminal Justice	Recorder/ Clerk Modernization	Other Special Revenue	Land Development	RDA	Housing Authority*	Child Development	Totals 1997	Totals 1996
		[illegible]		[illegible]			[illegible]	[illegible]
		[illegible]	[illegible]				[illegible]	[illegible]
[illegible]		[illegible]					[illegible]	[illegible]
30		2,686	315	92	2,725	2	7,502	[illegible]
[illegible]		[illegible]			[illegible]	[illegible]	[illegible]	[illegible]
24	1,167	165	4,870			2	23,091	30,012
[illegible]		[illegible]	[illegible]		[illegible]	[illegible]	[illegible]	[illegible]
14,005	1,167	2,590	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
1,806		165					1,996	1,881
30,708	2,265	317	7,746				120,284	[illegible]
							[illegible]	[illegible]
		76		733	[illegible]	5,303	54,080	52,595
							[illegible]	[illegible]
			1,887				25,500	32,610
							[illegible]	[illegible]
							[illegible]	783
		1,352					1,352	
					[illegible]		[illegible]	2,711
32,514	2,265	1,910	9,636	733	51,089	5,303	229,041	230,469
(18,509)	(1,098)	680	959	504	[illegible]	317	[illegible]	[illegible]
21,025							21,335	20,025
(1,146)	(20)		(174)	(162)		178	[illegible]	3,345
							257	[illegible]
					73		73	73
19,879	(20)		(174)	(162)	73	178	[illegible]	[illegible]
1,370	(1,118)	680	785	342	749	139	6,657	6,765
[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]
							[illegible]	[illegible]
[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]

* Housing Authority fund reported as of March 31, 1997

COUNTY OF CONTRA COSTA

ROAD SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Use of money and property	$ 732	1,094	362	747
Intergovernmental	21,138	19,255	(1,883)	27,272
Charges for services	2,528	1,453	(1,075)	8,646
Other revenue	735	888	153	1,013
Total Revenues	25,133	22,690	(2,443)	37,678
Expenditures:				
Public Ways and Facilities				
Services and supplies	40,100	18,011	22,089	28,158
Other charges	660	111	549	1,597
Fixed assets	1,746	1,140	606	329
Total Public Ways and Facilities	42,506	19,262	23,244	30,084
Total Expenditures	42,506	19,262	23,244	30,084
Revenues Over (Under) Expenditures	(17,373)	3,428	20,801	7,594
Other Financing Sources:				
Operating transfers in	102	102		
Revenues and Other Financing Sources Over (Under) Expenditures	(17,271)	3,530	20,801	7,594
Fund Balance at Beginning of Year	25,004	25,004		17,410
Fund Balance at End of Year	$ 7,733	28,534	20,801	25,004

COUNTY OF CONTRA COSTA

LIBRARY SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 8,858	9,038	180	8,749
Licenses, permits and franchise fees		32	32	32
Use of money and property	37	38	1	55
Intergovernmental	1,353	1,632	279	1,325
Charges for services	392	571	179	424
Other revenue	240	610	370	246
Total Revenues	10,880	11,921	1,041	10,831
Expenditures:				
General Government				
Fixed assets	501	25	476	10
Education				
Salaries and benefits	6,719	6,719		6,313
Services and supplies	4,326	4,010	316	4,733
Other charges	37	37		125
Fixed assets	454	420	34	1,481
Total Education	11,536	11,186	350	12,652
Total Expenditures	12,037	11,211	826	12,662
Revenues Over (Under) Expenditures	(1,157)	710	1,867	(1,831)
Other Financing Sources (Uses):				
Operating transfers in	8	8		
Operating transfers out	(354)	(354)		(324)
Total Other Financing Sources (Uses)	(346)	(346)		(324)
Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(1,503)	364	1,867	(2,155)
Fund Balance at Beginning of Year	2,796	2,796		4,951
Fund Balance at End of Year	$ 1,293	3,160	1,867	2,796

COUNTY OF CONTRA COSTA

FIRE PROTECTION SPECIAL REVENUE FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 52,359	50,754	(1,605)	49,495
Licenses, permits and franchise fees	350	383	33	406
Use of money and property	130	175	45	143
Intergovernmental	603	2,041	1,438	1,820
Charges for services	1,544	1,919	375	2,078
Other revenue	1,620	1,718	98	816
Total Revenues	56,606	56,990	384	54,758
Expenditures:				
Public Protection				
Salaries and benefits	48,377	47,480	897	45,899
Services and supplies	9,512	7,254	2,258	6,301
Other charges	1,570	563	1,007	242
Fixed assets	7,910	3,123	4,787	659
Total Public Protection	67,369	58,420	8,949	53,101
Debt Service				
Principal	500	500		283
Total Expenditures	67,869	58,920	8,949	53,384
Revenues Over (Under) Expenditures	(11,263)	(1,930)	9,333	1,374
Fund Balance at Beginning of Year	17,642	17,642		16,268
Fund Balance at End of Year	$ 6,379	15,712	9,333	17,642

COUNTY OF CONTRA COSTA

HEALTH AND SANITATION SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 4,393	4,393		4,032
Fines, forfeitures and penalties	722	792	70	743
Use of money and property	95	78	(17)	86
Intergovernmental	2,930	2,956	26	2,930
Charges for services	1,432	1,631	199	1,837
Total Revenues	9,572	9,850	278	9,628
Expenditures:				
Health and Sanitation				
Salaries and benefits	185	177	8	178
Services and supplies	10,046	9,281	765	9,835
Other charges	253	249	4	252
Fixed assets	962	49	913	
Total Health and Sanitation	11,446	9,756	1,690	10,265
Total Expenditures	11,446	9,756	1,690	10,265
Revenues Over (Under) Expenditures	(1,874)	94	1,968	(637)
Fund Balance at Beginning of Year	2,315	2,315		2,952
Fund Balance at End of Year	$ 441	2,409	1,968	2,315

COUNTY OF CONTRA COSTA

SERVICE AREAS SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 2,240	2,215	(25)	2,226
Licenses, permits and franchise fees	7	15	8	11
Use of money and property	290	280	(10)	324
Intergovernmental	815	1,596	781	327
Charges for services	1,397	2,517	1,120	2,465
Other revenue	2	5	3	113
Total Revenues	4,751	6,628	1,877	5,466
Expenditures:				
Public Protection				
Services and supplies	5,422	3,236	2,186	3,195
Other charges	113	113		397
Fixed assets	75	75		138
Total Public Protection	5,610	3,424	2,186	3,730
Education				
Services and supplies	89	87	2	63
Other charges	33	33		33
Total Education	122	120	2	96
Public Ways and Facilities				
Salaries and benefits	1	1		1
Services and supplies	1,321	794	527	746
Other charges	1,384	1,079	305	11
Fixed assets	675	277	398	98
Reserves	9		9	
Total Public Ways and Facilities	3,390	2,151	1,239	856

(continued)

COUNTY OF CONTRA COSTA

SERVICE AREAS SPECIAL REVENUE FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Recreation and Culture				
Salaries and benifits	1	1		
Services and supplies	190	113	77	91
Other charges	52	8	44	166
Fixed assets	1,850	928	922	546
Total Recreation and Culture	2,093	1,050	1,043	803
Total Expenditures	11,215	6,745	4,470	5,485
Revenues Over (Under) Expenditures	(6,464)	(117)	6,347	(19)
Fund Balance at Beginning of Year	8,774	8,774		8,793
Fund Balance at End of Year	$ 2,310	8,657	6,347	8,774

(concluded)

COUNTY OF CONTRA COSTA

FLOOD CONTROL SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 -1997			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 3,579	3,558	(21)	3,325
Licenses, permits and franchise fees	1,431	1,001	(430)	2,344
Use of money and property	24	289	265	306
Intergovernmental	767	574	(193)	1,135
Charges for services	8,503	8,647	144	8,235
Other revenue	527	276	(251)	182
Total Revenues	14,831	14,345	(486)	15,527
Expenditures:				
Public Protection				
Salaries and benefits	2	2		2
Services and supplies	17,704	12,356	5,348	12,906
Other charges	2,396	531	1,865	2,970
Fixed assets	83	18	65	28
Total Public Protection	20,185	12,907	7,278	15,906
Debt Service				
Principal	357	357		500
Total Expenditures	20,542	13,264	7,278	16,406
Revenues Over (Under) Expenditures	(5,711)	1,081	6,792	(879)
Other Financing Sources (Uses):				
Operating transfers in	200	200		
Operating transfers out	(759)	(759)		(100)
Advances from other funds	1,257	1,257		1,951
Total Other Financing Sources (Uses)	698	698		1,851
Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(5,013)	1,779	6,792	972
Fund Balance at Beginning of Year	14,359	14,359		13,387
Fund Balance at End of Year	$ 9,346	16,138	6,792	14,359

COUNTY OF CONTRA COSTA

LAW ENFORCEMENT SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 3,886	3,816	(70)	3,048
Fines, forfeitures and penalties	349	431	82	384
Use of money and property	72	304	232	271
Intergovernmental	2,888	2,894	6	5
Charges for services	100	125	25	98
Other revenue	884	693	(191)	337
Total Revenues	8,179	8,263	84	4,143
Expenditures:				
Public Protection				
Salaries and benefits	1,143	755	388	142
Services and supplies	6,781	3,682	3,099	4,446
Other charges	2,502	1,935	567	176
Fixed assets	534	132	402	15
Total Public Protection	10,960	6,504	4,456	4,779
Debt Service				
Principal	60	60		
Total Expenditures	11,020	6,564	4,456	4,779
Revenues Over (Under) Expenditures	(2,841)	1,699	4,540	(636)
Other Financing Sources (Uses):				
Operating transfers out	(1,729)	(1,729)		(1,234)
Total Other Financing Sources (Uses)	(1,729)	(1,729)		(1,234)
Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(4,570)	(30)	4,540	(1,870)
Fund Balance at Beginning of Year	5,519	5,519		5,882
Residual equity transfer in		2,794	2,794	1,507
Fund Balance at End of Year	$ 949	8,283	7,334	5,519

COUNTY OF CONTRA COSTA

COURTS AND CRIMINAL JUSTICE SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Fines, forfeitures and penalties	$ 1,866	2,025	159	1,966
Use of money and property		30	30	24
Intergovernmental	16,437	11,896	(4,541)	11,337
Charges for service		24	24	72
Other revenue		30	30	30
Total Revenues	18,303	14,005	(4,298)	13,371
Expenditures:				
General Government				
Services and supplies	2,005	1,806	199	1,795
Public Protection				
Salaries and benefits	19,759	18,433	1,326	17,894
Services and supplies	16,378	12,196	4,182	11,528
Other charges	145	143	2	168
Fixed assets	233	107	126	165
Expenditure transfers	(28)	(171)	143	(122)
Total Public Protection	36,487	30,708	5,779	29,633
Total Expenditures	38,492	32,514	5,978	31,428
Revenues Over (Under) Expenditures	(20,189)	(18,509)	1,680	(18,057)
Other Financing Sources (Uses):				
Operating transfers in	21,025	21,025		19,585
Operating transfers out	(1,146)	(1,146)		(1,139)
Total Other Financing Sources	19,879	19,879		18,446
Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(310)	1,370	1,680	389
Fund Balance (Deficit) at Beginning of Year	383	383		(11)
Residual equity transfer-in				5
Fund Balance at End of Year	$ 73	1,753	1,680	383

COUNTY OF CONTRA COSTA

RECORDER/CLERK MODERNIZATION SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Charges for services	$ 1,228	1,167	(61)	1,207
Other revenue	58		(58)	
Total Revenues	1,286	1,167	(119)	1,207
Expenditures:				
Public Protection				
Salaries and benefits	469	300	169	377
Services and supplies	2,682	661	2,021	533
Fixed assets	2,154	1,304	850	50
Total Public Protection	5,305	2,265	3,040	960
Total Expenditures	5,305	2,265	3,040	960
Revenues Over (Under) Expenditures	(4,019)	(1,098)	2,921	247
Other Financing Uses:				
Operating transfers out	(20)	(20)		(25)
Revenues Over (Under) Expenditures and Other Financing Uses	(4,039)	(1,118)	2,921	222
Fund Balance at Beginning of Year	4,039	4,039		3,817
Fund Balance at End of Year	$	2,921	2,921	4,039

COUNTY OF CONTRA COSTA

OTHER SPECIAL REVENUE FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 419	227	(192)	220
Licenses, permits and franchises	104	99	(5)	110
Fines, forfeitures and penalties	5	13	8	5
Use of money and property	1,400	2,080	680	135
Intergovernmental	3	5	2	5
Charges for services	154	165	11	154
Other revenue		1	1	270
Total Revenues	2,085	2,590	505	899
Expenditures:				
General Government				
Services and supplies	471	165	306	76
Public Protection				
Services and supplies	1,024	317	707	321
Other charges	5		5	
Total Public Protection	1,029	317	712	321
Public Assistance				
Services and supplies	2,427	76	2,351	85
Debt Service				
Interest	1,358	1,352	6	
Total Expenditures	5,285	1,910	3,375	482
Revenues Over (Under) Expenditures	(3,200)	680	3,880	417
Fund Balance at Beginning of Year	6,045	6,045		5,628
Fund Balance at End of Year	$ 2,845	6,725	3,880	6,045

COUNTY OF CONTRA COSTA

LAND DEVELOPMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Licenses, permits and franchise fees	$ 4,656	5,316	660	4,977
Use of money and property	108	315	207	305
Charges for services	5,820	4,870	(950)	4,796
Other revenue	62	94	32	78
Total Revenues	10,646	10,595	(51)	10,156
Expenditures:				
Public Protection				
Salaries and benefits	2,818	2,640	178	2,407
Services and supplies	7,062	5,069	1,993	5,298
Other charges	33		33	
Fixed assets	278	211	67	65
Expenditure transfers	(153)	(171)	18	(142)
Total Public Protection	10,038	7,749	2,289	7,628
Public Ways and Facilities				
Services and supplies	2,391	2,391		2,042
Other charges	15		15	26
Expenditure transfers	(96)	(504)	408	(405)
Total Public Ways and Facilities	2,310	1,887	423	1,663
Total Expenditures	12,348	9,636	2,712	9,291
Revenues Over (Under) Expenditures	(1,702)	959	2,661	865
Other Financing Uses:				
Operating transfers out	(174)	(174)		(363)
Total Other Financing Uses	(174)	(174)		(363)
Revenues Over (Under) Expenditures and Other Financing Uses	(1,876)	785	2,661	502
Fund Balance at Beginning of Year	2,084	2,084		1,582
Fund Balance at End of Year	$ 208	2,869	2,661	2,084

COUNTY OF CONTRA COSTA

REDEVELOPMENT AGENCY SPECIAL REVENUE FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 981	1,145	164	1,085
Use of money and property	33	92	59	70
Intergovernmental	667		(667)	25
Other revenue	3,269		(3,269)	2
Total Revenues	4,950	1,237	(3,713)	1,182
Expenditures:				
Public Assistance				
Services and supplies	2,258	716	1,542	1,385
Other charges	534	17	517	425
Total Public Assistance	2,792	733	2,059	1,810
Total Expenditures	2,792	733	2,059	1,810
Revenues Over (Under) Expenditures	2,158	504	(1,654)	(628)
Other Financing Sources (Uses):				
Operating transfers in				440
Operating transfers out	(162)	(162)		
Total Other Financing Sources (Uses)	(162)	(162)		440
Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	1,996	342	(1,654)	(188)
Fund Balance at Beginning of Year	1,168	1,168		1,356
Fund Balance at End of Year	$ 3,164	1,510	(1,654)	1,168

COUNTY OF CONTRA COSTA

HOUSING AUTHORITY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED MARCH 31, 1997

(With Comparative Totals for the Year Ended March 31, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Use of money and property	$ 2,629	2,725	96	2,559
Intergovernmental	53,292	48,753	(4,539)	45,343
Other revenue	182	256	74	449
Total Revenues	56,103	51,734	(4,369)	48,351
Expenditures:				
Public Assistance				
Other charges	52,429	47,970	4,459	45,370
Capital Outlay	3,440	3,088	352	2,733
Total Expenditures	55,869	51,058	4,811	48,103
Revenues Over (Under) Expenditures	234	676	442	248
Other Financing Sources:				
Proceeds from issuance of debt		73	73	173
Total Other Financing Sources		73	73	173
Revenues Over (Under) Expenditures and Other Financing Sources	234	749	515	421
Fund Balance at Beginning of Year	4,158	4,158		3,737
Fund Balance at End of Year	$ 4,392	4,907	515	4,158

COUNTY OF CONTRA COSTA

CHILD DEVELOPMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Use of money and property	$ 1	2	1	10
Intergovernmental	5,487	5,482	(5)	4,923
Charges for services		2	2	
Other revenue	131	134	3	304
Total Revenues	5,619	5,620	1	5,237
Expenditures:				
Public Assistance				
Salaries and benefits	3,328	3,328		3,139
Services and supplies	2,001	1,975	26	1,685
Fixed assets				506
Total Public Assistance	5,329	5,303	26	5,330
Total Expenditures	5,329	5,303	26	5,330
Revenues Over (Under) Expenditures	290	317	27	(93)
Other Financing Uses:				
Operating transfers out	(178)	(178)		(160)
Total Other Financing Uses	(178)	(178)		(160)
Revenues Over Expenditures and Other Financing Source (Uses)	112	139	27	(253)
Fund Balance (Deficit) at Beginning of Year		(98)	(98)	155
Fund Balance at End of Year	$ 112	41	(71)	(98)

DEBT SERVICE FUNDS

SANITATION BONDS

To accumulate monies for payment of $235,000 in serial bonds, 6.00 percent, $40,000-$120,000 annual installments, with the last installment due in 1998. Financing is provided by specific property tax levies and user charges.

RECREATION AND PARK BONDS

To accumulate monies for payment of $3,850,000 in serial bonds, 3.25-5.10 percent, $340,000-$510,000 annual installments, with the last installment due in 2004. Financing is provided by specific property tax levies.

STORM DRAINAGE BONDS

To accumulate monies for payment of $45,000 in serial bonds, 4.25 percent, $5,000 annual installments, with the last installment due in 2005. Financing is provided by specific property tax levies.

PUBLIC FACILITIES CORPORATION

The Contra Costa County Public Facilities Corporation assists the County in financing various public buildings and facilities by issuing certificates of participation serviced by rents paid by the County for use of the facilities.

REDEVELOPMENT AGENCY (RDA)

To accumulate resources for payment of $1,200,000 in notes payable, 9.00 percent, with full amount of principal due by February 1, 1997; $22,240,000 in Tax Allocation Revenue Bonds, interest rates of 5.25-7.02 percent, $295,000-$15,500,000 annual installments with the final installment due in 2023; $1,645,000 in Tax Allocation Revenue Bonds, interest rates of 3.90-7.00 percent, $20,000 - $115,000 annual installments with the final installment due in 2025; and $2,735,000 in Tax Allocation Revenue Bonds, interest rates of 4.25-6.90 percent, $40,000-$1,520,000 annual installments with the final installment due in 2025.

PENSION BOND

To accumulate monies for payment of $333,237,000 in taxable pension obligation bonds, 5.20-6.85 percent, $4,920,000-$44,560,000 annual installments with the final installment due in 2011. These bonds were issued to reduce or extinguish the County's Unfunded Actuarial Accrued Liability (UAAL).

HOUSING AUTHORITY

To accumulate monies for payment of $2,530,000 in bonds, 3.18-5.00 percent, $230,000 annual installments with final installment due in 2007 and $109,000 in Federal Financing bank notes, 6.60 percent, $60,000 annual installments with final payment due in 1997. Financing is provided by intergovernmental revenues.

ASSESSMENT DISTRICTS

This Fund was established to account for the accumulation of monies for payment of Assessment District debt issued to fund Assessment District capital improvement projects.

COUNTY OF CONTRA COSTA

DEBT SERVICE FUNDS

COMBINING BALANCE SHEET

JUNE 30, 1997

(With Comparative Totals for June 30, 1996)

(In Thousands)

	Sanitation Bonds	Recreation and Park Bonds	Storm Drainage Bonds	Public Facilities Corporation
Assets:				
Cash and investments	$	37		8,533
Accounts receivable	2	3		
Due from other funds				
Total Assets	$ 2	40		8,533
Liabilities and Fund Equity				
Liabilities:				
Accounts payable	$			125
Due to other funds	2			
Deferred credits				
Total Liabilities	2			125
Fund Equity:				
Fund Balance Reserved:				
Debt service		40		8,408
Total Liabilities and Fund Equity	$ 2	40		8,533

RDA	Pension Bond	Housing Authority*	Assessment Districts	Totals 1997	1996
1,390		317	7,485	17,762	16,874
43	2,154		6	2,208	2,116
					10
1,433	2,154	317	7,491	19,970	19,000
815			247	1,187	4,033
	1,954		106	2,062	11
			3	3	
815	1,954		356	3,252	4,044
618	200	317	7,135	16,718	14,956
1,433	2,154	317	7,491	19,970	19,000

* Housing Authority fund reported as of March 31, 1997.

COUNTY OF CONTRA COSTA

DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	Sanitation Bonds	Recreation and Park Bonds	Storm Drainage Bonds	Public Facilities Corporation
Revenues:				
Taxes	$ 130	550	7	
Use of money and property				13,002
Intergovernmental		13		
Other revenue				
Total Revenues	130	563	7	13,002
Expenditures:				
Debt Service				
Principal	115	355	5	6,255
Interest	14	171	2	6,781
Capital outlay	1	2		894
Total Expenditures	130	528	7	13,930
Excess (Deficiency) of Revenues Over (Under) Expenditures		35		(928)
Other Financing Sources:				
Operating transfers in				674
Total Other Financing Sources				674
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses		35		(254)
Fund Balances at Beginning of Year, as Previously Reported		5		8,662
Adjustment to beginning fund balance				
Fund Balances at Beginning of Year, as Restated		5		8,662
Fund Balances at End of Year	$	40		8,408

RDA	Pension Bond	Housing Authority*	Assessment Districts	Totals 1997	1996
1,896			4,417	7,000	8,597
160	1,064	1	325	14,552	14,231
		410		423	421
			2,681	2,681	64
2,056	1,064	411	7,423	24,656	23,313
330	4,920	308	2,994	15,282	21,141
1,980	21,960	95	2,147	33,150	34,067
1	4			902	2,995
2,311	26,884	403	5,141	49,334	58,203
(255)	(25,820)	8	2,282	(24,678)	(34,890)
356	25,726			26,756	32,845
356	25,726			26,756	32,845
101	(94)	8	2,282	2,078	(2,045)
517	294	309	5,169	14,956	17,001
			(316)	(316)	
517	294	309	4,853	14,640	17,001
618	200	317	7,135	16,718	14,956

* Housing Authority fund reported as of March 31, 1997.

COUNTY OF CONTRA COSTA

SANITATION BONDS DEBT SERVICE FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 130	130		126
Expenditures:				
Debt Service:				
Principal	115	115		110
Interest	14	14		21
Capital outlay	1	1		
Total Expenditures	130	130		131
Revenues Over (Under) Expenditures				(5)
Fund Balance at Beginning of Year				5
Fund Balance at End of Year	$			

COUNTY OF CONTRA COSTA

RECREATION AND PARK BONDS DEBT SERVICE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 531	550	19	512
Intergovernmental		13	13	12
Total Revenues	531	563	32	524
Expenditures:				
Debt Service:				
Principal	355	355		340
Interest	171	171		184
Capital outlay	11	2	9	2
Total Expenditures	537	528	9	526
Revenues Over (Under) Expenditures	(6)	35	41	(2)
Fund Balance at Beginning of Year	5	5		7
Fund Balance (Deficit) at End of Year	$ (1)	40	41	5

COUNTY OF CONTRA COSTA

STORM DRAINAGE BONDS DEBT SERVICE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 7	7		7
Expenditures:				
Debt Service:				
Principal	5	5		5
Interest	2	2		2
Total Expenditures	7	7		7
Revenues Over (Under) Expenditures				
Fund Balances at Beginning of Year				
Fund Balances at End of Year	$			

COUNTY OF CONTRA COSTA

REDEVELOPMENT AGENCY DEBT SERVICE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 2,084	1,896	(188)	1,590
Use of money and property	70	160	90	203
Total Revenues	2,154	2,056	(98)	1,793
Expenditures:				
Debt Service:				
Principal	370	330	40	7,075
Interest	2,414	1,980	434	1,948
Capital outlay	1	1		
Total Expenditures	2,785	2,311	474	9,023
Revenues Over (Under) Expenditures	(631)	(255)	376	(7,230)
Other Financing Sources:				
Operating transfers in	115	356	241	7,390
Revenues and Other Financing Sources Over (Under) Expenditures	(516)	101	617	160
Fund Balance at Beginning of Year	517	517		357
Fund Balance at End of Year	$ 1	618	617	517

COUNTY OF CONTRA COSTA

PENSION BOND DEBT SERVICE FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995-96 Actual
Revenues:				
Use of money and property	$ 1,063	1,064	1	984
Expenditures:				
Debt Service:				
Principal	4,920	4,920		3,245
Interest	21,960	21,960		22,119
Capital outlay	14	4	10	3
Total Expenditures	26,894	26,884	10	25,367
Revenues Over (Under) Expenditures	(25,831)	(25,820)	11	(24,383)
Other Financing Sources:				
Operating transfers in	25,539	25,726	187	24,755
Revenues and Other Financing Sources Over (Under) Expenditures	(292)	(94)	198	372
Fund Balance (Deficit) at Beginning of Year	294	294		(78)
Fund Balance at End of Year	$ 2	200	198	294

COUNTY OF CONTRA COSTA

HOUSING AUTHORITY DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED MARCH 31, 1997

(With Comparative Totals for the Year Ended March 31, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Use of money and property	$ 1	1		
Intergovernmental	410	410		409
Total Revenues	411	411		409
Expenditures:				
Debt Service				
Principal	308	308		300
Interest	95	95		107
Total Expenditures	403	403		407
Revenues Over (Under) Expenditures	8	8		2
Fund Balances at Beginning of Year	309	309		307
Fund Balance at End of Year	$ 317	317		309

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

CAPITAL PROJECTS FUNDS

REDEVELOPMENT AGENCY (RDA)

The Redevelopment Agency was formed for the acquisition of real property and construction of improvements thereon in the County's unincorporated areas for the purpose of removing or preventing blight.

WEST COUNTY JAIL

This Fund was established to account for construction of a 560 bed jail in the City of Richmond and a Women's Project Building. Construction has been substantially completed as of June 30, 1997.

ASSESSMENT DISTRICTS

This Fund was established to account for all the capital improvement projects constructed using Assessment District funds.

COUNTY OF CONTRA COSTA

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET

JUNE 30, 1997

(With Comparative Totals for June 30, 1996)

(In Thousands)

	Redevelopment Agency	West County Jail	Assessment Districts	Totals 1997	Totals 1996
Assets:					
Cash and investments	$ 21,888	297	681	22,866	22,794
Accounts receivable and accrued revenue	44		1	45	90
Due from other funds	470	2		472	811
Prepaid items and deposits					100
Total Assets	$ 22,402	299	682	23,383	23,795
Liabilities and Fund Equity					
Liabilities:					
Accounts payable and accrued liabilities	$ 91	79	1	171	141
Due to other funds	577			577	1,154
Advances from other funds					348
Total Liabilities	668	79	1	748	1,643
Fund Equity:					
Fund Balance - Reserved:					
Reserved for:					
Encumbrances	473			473	33
Prepaid items and deposits					100
Redevelopment projects	2,223			2,223	2,311
Total Fund Balance - Reserved	2,696			2,696	2,444
Fund Balance - Unreserved:					
Designated for future use	19,038			19,038	19,494
Undesignated		220	681	901	214
Total Fund Balance - Unreserved	19,038	220	681	19,939	19,708
Total Fund Balance	21,734	220	681	22,635	22,152
Total Liabilities and Fund Equity	$ 22,402	299	682	23,383	23,795

COUNTY OF CONTRA COSTA

CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	Redevelopment Agency	West County Jail	Assessment Districts	Totals 1997	Totals 1996
Revenues:					
Taxes	$ 2,685			2,685	2,881
Use of money and property	1,297	13	31	1,341	1,231
Intergovernmental					176
Charges for services	130		74	204	397
Other revenue	1			1	
Total Revenues	4,113	13	105	4,231	4,685
Expenditures:					
Debt Service:					
Principal	160			160	160
Capital outlay	3,142	7	35	3,184	5,132
Total Expenditures	3,302	7	35	3,344	5,292
Excess (Deficiency) of Revenues Over (Under) Expenditures	811	6	70	887	(607)
Other Financing Sources (Uses):					
Operating transfers out	(193)			(193)	(7,856)
Advances from other funds	84			84	20
Proceeds from issuance of debt					4,347
Total Other Financing Sources (Uses)	(109)			(109)	(3,489)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	702	6	70	778	(4,096)
Fund Balances at Beginning of Year, as Previously Reported	21,032	214	906	22,152	26,248
Adjustment to beginning fund balance			(295)	(295)	
Fund Balances at Beginning of Year, as Restated	21,032	214	611	21,857	26,248
Fund Balances at End of Year	$ 21,734	220	681	22,635	22,152

COUNTY OF CONTRA COSTA

REDEVELOPMENT AGENCY CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 97			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Taxes	$ 2,549	2,685	136	2,881
Licenses, permits and franchise fees	110		(110)	
Use of money and property	398	1,297	899	1,144
Intergovernmental	2		(2)	4
Charges for services		130	130	
Other revenue	14,777	1	(14,776)	
Total Revenues	17,836	4,113	(13,723)	4,029
Expenditures:				
Debt Service:				
Principal	160	160		160
Capital Outlay:				
Salaries and benefits	12	7	5	8
Services and supplies	22,282	2,329	19,953	2,535
Other charges	803	801	2	697
Fixed assets	13	5	8	3
Total Expenditures	23,270	3,302	19,968	3,403
Revenues Over (Under) Expenditures	(5,434)	811	6,245	626
Other Financing Sources (Uses):				
Operating transfers out	(193)	(193)		(7,830)
Advances from other funds	84	84		20
Proceeds from issuance of debt				4,347
Total Other Financing Sources (Uses)	(109)	(109)		(3,463)
Revenues and Other Sources Over (Under) Expenditures and Other Financing (Uses)	(5,543)	702	6,245	(2,837)
Fund Balances at Beginning of Year	21,032	21,032		23,869
Fund Balance at End of Year	$ 15,489	21,734	6,245	21,032

COUNTY OF CONTRA COSTA

WEST COUNTY JAIL CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	1996 - 1997			
	Budget	Actual	Variance - Favorable (Unfavorable)	1995 - 96 Actual
Revenues:				
Use of money and property	$	13	13	10
Intergovernmental				172
Total Revenues		13	13	182
Expenditures:				
Capital Outlay:				
Salaries and benefits	99		99	48
Services and supplies	114	7	107	
Fixed assets				113
Total Expenditures	213	7	206	161
Revenues Over (Under) Expenditures	(213)	6	219	21
Fund Balances at Beginning of Year	214	214		193
Fund Balance at End of Year	$ 1	220	219	214

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

ENTERPRISE FUNDS

AIRPORT

This Fund was established to provide for operations and maintenance of Buchanan Field aviation facilities and construction of Byron Airport. Revenues include receipts under rental and lease arrangements involving County airport facilities, and State and Federal aid.

EMPLOYEE FITNESS CENTER

This Fund accounts for the operations of the fitness center in providing facilities and instruction to promote employee fitness. Financing is provided by user fees.

COUNTY HOSPITAL

This Fund was established to account for operations of the County hospital, outpatient clinics and other facilities involved in providing health services to County residents. Revenues are principally fees for patient services, payments from Federal and State programs such as Medicare, Medi-Cal and Short-Doyle, realignment revenues and subsidies from the General Fund.

HEALTH MAINTENANCE ORGANIZATION

This Fund accounts for operations of the County's prepaid health plan. Revenues are primarily capitation payments by Medicare and Medi-Cal, premiums by private citizens and realignment revenues. The bulk of medical services required by the plan are provided by the County Hospital Enterprise Fund at charge rates established by the Health Services Department.

MAJOR RISK MEDICAL INSURANCE

This Fund accounts for operations of the County's participation in the State's Major Risk Medical Insurance program. The Program is designed to provide health insurance to Californians who are unable to obtain coverage on the open market. The Contra Costa Health Plan acts as the fiscal intermediary for the State. The County is not at risk for the costs of services in the Program, which is funded through a combination of subscriber premiums and State funding from tobacco tax monies. Program activities are reported in this Enterprise Fund.

REGENCY HILLS

This Fund was established to account for the operations of the Regency Hills skilled nursing facility. Revenues are principally payments from Federal and State programs such as Medicare, Medi-Cal and Short-Doyle.

COUNTY OF CONTRA COSTA

ENTERPRISE FUNDS

COMBINING BALANCE SHEET

JUNE 30, 1997

(With Comparative Totals for June 30, 1996)

(In Thousands)

	Airport	Employee Fitness Center	County Hospital
Assets:			
Cash and investments	$		92,526
Accounts receivable and accrued revenue	1,060	8	13,990
Inventories			827
Due from other funds	98	5	13,771
Prepaid items and deposits	22	5	2,952
Fixed assets, net	31,457	60	87,195
Total Assets	$ 32,637	78	211,261
Liabilities and Fund Equity			
Liabilities:			
Accounts payable and accrued liabilities	$ 202	4	11,612
Employee benefits payable	40		4,288
Due to other funds	1,462	333	10,932
Capital lease obligations	3,495		280
Certificates of participation, net			127,472
Deferred revenue and credits			27,330
Notes payable	536		
Other non-current liabilities			
Total Liabilities	5,735	337	181,914
Fund Equity:			
Contributed capital	27,766		802
Retained Earnings (Deficit):			
Reserved for bond repayment			18,653
Unreserved	(864)	(259)	9,892
Total Retained Earnings (Deficit)	(864)	(259)	28,545
Total Fund Equity (Deficit)	26,902	(259)	29,347
Total Liabilities and Fund Equity	$ 32,637	78	211,261

Health Maintenance Organization	Major Risk Medical Insurance	Regency Hills	Totals 1997	1996
12,585	201	61	105,373	116,613
2,193	1	162	17,414	25,527
			827	806
4,818	10		18,702	17,549
161		2	3,142	1,972
238			118,950	91,263
19,995	212	225	264,408	253,730
7,179	1	106	19,104	24,958
147			4,475	4,253
7,777	30	25	20,559	16,742
102			3,877	3,983
			127,472	122,877
			27,330	21,376
			536	558
1,031			1,031	1,031
16,236	31	131	204,384	195,778
1,000		500	30,068	29,794
			18,653	14,749
2,759	181	(406)	11,303	13,409
2,759	181	(406)	29,956	28,158
3,759	181	94	60,024	57,952
19,995	212	225	264,408	253,730

COUNTY OF CONTRA COSTA

ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	Airport	Employee Fitness Center	County Hospital
Operating Revenues:			
Charges for services	$ 2,186	117	156,237
Intergovernmental			5,325
Total Operating Revenues	2,186	117	161,562
Operating Expenses:			
Salaries and employee benefits	865	5	89,406
Services and supplies	737	184	39,711
Other charges	205		7,257
Depreciation	566	16	2,010
Total Operating Expenses	2,373	205	138,384
Operating income (loss)	(187)	(88)	23,178
Nonoperating Revenues (Expenses):			
Interest income		19	
Interest expense	(92)		
Loss on disposal of fixed asset			(4)
Other nonoperating expenses			
Total Nonoperating Revenues (Expenses)	(92)	19	(4)
Income (Loss) Before Operating Transfers	(279)	(69)	23,174
Operating transfers in			5,650
Operating transfers out	(53)		(27,456)
Net Income (Loss)	(332)	(69)	1,368
Add depreciation on contributed capital	538		28
Increase (Decrease) in Retained Earnings	206	(69)	1,396
Retained Earnings (Deficit) at Beginning of the Year, as Previously Reported	(1,070)	(190)	27,244
Retained earnings adjustment			(95)
Retained Earnings (Deficit) at Beginning of Year, as Restated	(1,070)	(190)	27,149
Retained Earnings (Deficit) at End of Year	$ (864)	(259)	28,545

Health Maintenance Organization	Major Risk Medical Insurance	Regency Hills	Totals 1997	1996
35,929	133	3,177	197,779	186,835
17,383			22,708	22,161
53,312	133	3,177	220,487	208,996
3,693			93,969	90,308
58,926	139	3,201	102,898	98,105
			7,462	5,925
49			2,641	3,757
62,668	139	3,201	206,970	198,095
(9,356)	(6)	(24)	13,517	10,901
			19	17
			(92)	(68)
			(4)	(165)
				(4)
			(77)	(220)
(9,356)	(6)	(24)	13,440	10,681
9,922			15,572	12,748
(166)			(27,675)	(22,510)
400	(6)	(24)	1,337	919
			566	1,346
400	(6)	(24)	1,903	2,265
2,369	187	(382)	28,158	25,992
(10)			(105)	(99)
2,359	187	(382)	28,053	25,893
2,759	181	(406)	29,956	28,158

ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	Airport	Employee Fitness Center
Operating Income (Loss)	$ (187)	(88)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	566	16
Change in assets and liabilities:		
Decrease (increase) in accounts receivable and accrued revenue	(154)	(1)
Decrease (increase) in inventories		
Decrease (increase) in amounts due from other funds	32	(5)
Decrease (increase) in prepaid items and deposits		3
Increase (decrease) in accounts payable and accrued liabilities	(1,459)	(258)
Increase (decrease) in employee benefits payable	(14)	
Increase (decrease) in amounts due to other funds	1,370	314
Increase (decrease) in deferred revenue and credits		
Other nonoperating expenses	-2	
Net Cash Provided by (Used for) Operating Activities	62	(19)
Cash Flows from Noncapital Financing Activities:		
Operating transfers in		
Operating transfers out	(53)	
Net Cash Provided by (Used for) Noncapital Financing Activities	(53)	
Cash Flows from Capital and Related Financing Activities:		
Refunding of bonded debt		
Lease purchase obligation principal payments	(22)	
Proceeds from issuance of bonds notes		
Capital contributions	840	
Acquisitions of fixed assets	(827)	
Net Cash Provided by (Used for) Capital and Related Financing Activities	(9)	
Cash Flows from Investing Activities:		
Interest income		22
Net Cash Provided by (Used for) by Investing Activities		22
Net Increase (Decrease) in Cash and Cash Equivalents		
Cash and Cash Equivalents - July 1, 1996		
Cash and Cash Equivalents - June 30, 1997	$	
Noncash Investing, Capital and Financing Activities:		
New lease purchase obligations	$	
Fixed assets acquired through lease purchase donation	$	

County Hospital	Health Maintenance Organization	Major Risk Medical Insurance	Regency Hills	Totals 1997	1996
23,178	(9,356)	(6)	(24)	13,517	10,901
2,010	49			2,641	3,757
7,677	504	4	80	8,110	(13,845)
(21)				(21)	31
(1,384)	195	9		(1,153)	(3,315)
(1,182)	11		(2)	(1,170)	(402)
(5,326)	1,341	(2)	(154)	(5,858)	8,848
205	31			222	105
819	1,308	(19)	25	3,817	5,769
6,025	(71)			5,954	4,583
				(92)	(72)
32,001	(5,988)	(14)	(75)	25,967	16,360
5,650	9,922			15,572	12,748
(27,456)	(166)			(27,675)	(22,510)
(21,806)	9,756			(12,103)	(9,762)
(137,842)				(137,842)	
(122)				(144)	
142,059				142,059	558
				840	981
(29,081)	(128)			(30,036)	(31,060)
(24,986)	(128)			(25,123)	(29,521)
				19	17
				19	17
(14,791)	3,640	(14)	(75)	(11,240)	(22,906)
107,317	8,945	215	136	116,613	139,519
92,526	12,585	201	61	105,373	116,613
37	43			80	175
36				36	490

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

INTERNAL SERVICE FUNDS

SELF INSURANCE FUNDS

These Funds are established to account for administrative costs and for payments of claims under the various insurance programs. Revenues are primarily premiums paid by other operating funds and interest on investments. The insurance programs are:

Employee Dental Insurance
Employee Medical Insurance
Long-Term Disability Insurance (Management Employees)
Workers' Compensation Insurance:
    County General
    Fire Protection
Automotive Liability Insurance
Public (General) Liability Insurance
State Unemployment Insurance
Medical Liability Insurance
Special District Property Insurance

COUNTY OF CONTRA COSTA

INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 1997

(With Comparative Totals for June 30, 1996)

(In Thousands)

	Employee Dental Insurance	Employee Medical Insurance	Long - Term Disability Insurance	Workers' Compensation Insurance County General
Assets:				
Cash and investments	$ 1,157	434	4,266	30,454
Accounts receivable and accrued revenue		44		1
Due from other funds	409	16		978
Total Assets	$ 1,566	494	4,266	31,433
Liabilities and Fund Equity				
Liabilities:				
Accounts payable and accrued liabilities	$ 468		362	32,137
Due to other funds	30	240	29	562
Total Liabilities	498	240	391	32,699
Fund Equity:				
Retained earnings (deficit)	1,068	254	3,875	(1,266)
Total Liabilities and Fund Equity	$ 1,566	494	4,266	31,433

Workers' Compensation Insurance Fire Protection	Automotive Liability Insurance	Public Liability Insurance	State Unemployment Insurance	Medical Liability Insurance	Special District Property Insurance	Totals 1997	Totals 1996
8,550	1,398	18,575	756	4,137	1,062	70,789	73,825
			28			73	160
114	28	4,000		3,000	153	8,698	951
8,664	1,426	22,575	784	7,137	1,215	79,560	74,936
4,939	1,687	20,402	221	12,953		73,169	69,668
35	14	3,043	2	31	119	4,105	1,687
4,974	1,701	23,445	223	12,984	119	77,274	71,355
3,690	(275)	(870)	561	(5,847)	1,096	2,286	3,581
8,664	1,426	22,575	784	7,137	1,215	79,560	74,936

COUNTY OF CONTRA COSTA

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	Employee Dental Insurance	Employee Medical Insurance	Long-Term Disability Insurance	Workers' Compensation Insurance County General
Operating Revenues:				
Charges for services	$ 4,835	684	247	9,950
Operating Expenses:				
Salaries and employee benefits			473	
Services and supplies	360	956	51	1,568
Benefit and claim expense	4,434			10,694
Total Operating Expenses	4,794	956	524	12,262
Operating income (loss)	41	(272)	(277)	(2,312)
Nonoperating Revenues:				
Interest income	84		290	1,143
Net Income (Loss) Before Operating Transfers	125	(272)	13	(1,169)
Operating transfers in				
Operating transfers out			(2)	
Net Income (Loss)	125	(272)	11	(1,169)
Retained Earnings (Deficit) at Beginning of Year	943	526	3,864	(97)
Retained Earnings (Deficit) at the End of the Year	$ 1,068	254	3,875	(1,266)

Workers' Compensation Insurance Fire Protection	Automotive Liability Insurance	Public Liability Insurance	State Unemployment Insurance	Medical Liability Insurance	Special District Property Insurance	Totals 1997	1996
1,441	346	5,196	327	3,000	86	26,112	23,196
						473	416
200	115	5,452	75	558	72	9,407	6,094
1,038	466	2,309	532	1,373	21	20,867	32,403
1,238	581	7,761	607	1,931	93	30,747	38,913
203	(235)	(2,565)	(280)	1,069	(7)	(4,635)	(15,717)
357		1,096	40	286	54	3,350	3,484
560	(235)	(1,469)	(240)	1,355	47	(1,285)	(12,233)
							200
		(8)				(10)	
560	(235)	(1,477)	(240)	1,355	47	(1,295)	(12,033)
3,130	(40)	607	801	(7,202)	1,049	3,581	15,614
3,690	(275)	(870)	561	(5,847)	1,096	2,286	3,581

COUNTY OF CONTRA COSTA

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 1997

(With Comparative Totals for the Year Ended June 30, 1996)

(In Thousands)

	Employee Dental Insurance	Employee Medical Insurance	Long-Term Disability Insurance	Workers' Compensation Insurance County General
Operating Income (Loss)	$ 41	(272)	(277)	(2,312)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Decrease (increase) in accounts receivable and accrued revenue		(35)	47	
Decrease (increase) in amounts due from other funds	(409)	(16)	2	(100)
Increase (decrease) in accounts payable and accrued liabilities	(1)	(1)	(6)	1,693
Increase (decrease) in amounts due to other funds	1	123	20	(174)
Net Cash Provided by (Used for) Operating Activities	(368)	(201)	(214)	(893)
Cash Flows from Noncapital Financing Activities:				
Operating transfers in (out)			(2)	
Net Cash Provided by (Used for) Noncapital Financing Activities			(2)	
Cash Flows from Investing Activities:				
Interest income	84		290	1,143
Net Increase (Decrease) in Cash and Cash Equivalents	(284)	(201)	74	250
Cash and Cash Equivalents - July 1, 1996	1,441	635	4,192	30,204
Cash and Cash Equivalents - June 30, 1997	$ 1,157	434	4,266	30,454

Workers' Compensation Insurance Fire Protection	Automotive Liability Insurance	Public Liability Insurance	State Unemployment Insurance	Medical Liability Insurance	Special District Property Insurance	Totals 1997	1996
203	(235)	(2,565)	(280)	1,069	(7)	(4,635)	(15,717)
10			(3)	68		87	168
(114)	(1)	(3,956)		(3,000)	(153)	(7,747)	1,362
132	208	2,644		(1,164)	(4)	3,501	12,530
(63)	(8)	2,415	1	(15)	118	2,418	985
168	(36)	(1,462)	(282)	(3,042)	(46)	(6,376)	(672)
		(8)				(10)	200
		(8)				(10)	200
357		1,096	40	286	54	3,350	3,484
525	(36)	(374)	(242)	(2,756)	8	(3,036)	3,012
8,025	1,434	18,949	998	6,893	1,054	73,825	70,813
8,550	1,398	18,575	756	4,137	1,062	70,789	73,825

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA

FIDUCIARY FUNDS

AGENCY FUNDS

TAX LOSSES RESERVE

This Fund was established as a reserve for all delinquent secured taxes. It accumulates gains from tax sales and specified amounts of penalties and interest collected on delinquent secured taxes to cover possible future losses on the sale of tax-deeded property.

UNAPPORTIONED TAXES

These Funds account for unsecured taxes receivable, delinquent secured taxes, amounts which are impounded because of disputes or litigation and amounts held pending authority for apportionment.

SCHOOLS AND SPECIAL DISTRICTS

These Funds account for monies belonging to districts and agencies which use the County Treasury as their depository. These include school and community college districts, other special districts governed by local boards, regional boards and authorities and pass through funds for tax collections for cities.

OTHER AGENCIES

These Funds account for assets held by the County as an agent for individuals, private organizations and other governmental units. These Funds include payroll deductions clearing funds, deposits held by departments, collections clearing funds and flow through Funds for Federal and State projects.

PENSION TRUST FUND

EMPLOYEES' RETIREMENT ASSOCIATION

This Fund, which is under the control of the Board of Retirement, accumulates contributions from the County, its employees and other participating employers, and earnings from the Fund's investments. Disbursements are made from the Fund for retirement allowances, disability and death benefits, and administrative expenses. This Fund includes all assets of the Employees' Retirement Association.

COUNTY OF CONTRA COSTA
AGENCY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1997
(With Comparative Totals for June 30, 1996)
(In Thousands)

	Tax Losses Reserve	Unapportioned Taxes	Schools & Special Districts	Other Agencies*	Totals 1997	Totals 1996
Assets:						
Cash and investments	$ 10,199		627,286	237,341	874,826	776,033
Accounts receivable and accrued revenue	30	4,822		15,286	20,138	21,634
Due from other funds	6,925	5,893	38,491	8,896	60,205	53,886
Taxes receivable		107,516			107,516	59,870
Advances to other funds			1,500	83	1,583	2,080
Total Assets	$ 17,154	118,231	667,277	261,606	1,064,268	913,503
Liabilities:						
Warrants outstanding	$		49,525	23,390	72,915	63,616
Accounts payable and accrued liabilities		3,733		2,645	6,378	3,008
Due to other funds		52,875	37,798	33,431	124,104	73,861
Unapportioned taxes		61,623			61,623	61,069
Tax loss guarantees	17,154				17,154	18,670
Due to other agencies and districts			579,954	64,656	644,610	585,334
Deferred compensation				137,484	137,484	107,945
Total Liabilities	$ 17,154	118,231	667,277	261,606	1,064,268	913,503

* Includes Housing Authority Deferred Compensation Trust of $1,199,000 as of March 31, 1997.

COUNTY OF CONTRA COSTA

STATEMENT OF PLAN NET ASSETS - PENSION TRUST FUND

DECEMBER 31, 1996

(In Thousands)

Assets:		
Cash:		
Cash and Short Term Investments	$	55,357
Cash Collateral with Fiscal Agents on Security Lending		100,909
Total Cash and Cash Equivalents		156,266
Receivables:		
Contributions		2,004
Installment Contracts		762
Investments		25,809
Interest and Dividends		8,550
Real Estate Rental Income		128
Other		101
Total Receivables		37,354
Investments (at Fair Value):		
Non-Cash Collateral on Security Lending		20,229
Domestic Bonds		690,755
International Bonds		55,970
Domestic Stocks		878,048
International Stocks		151,689
Real Estate		123,620
Alternative Investments		19,686
Total Investments		1,939,997
Other Assets:		
Prepaid Expenses/Deposits		89
Fixed Assets, at Depreciated Cost		62
Total Other Assets		151
Total Assets		2,133,768
Liabilities:		
Secured Lending		121,138
Employer Contributions Unearned		10,010
Retirement Allowance Payables		5,677
Accounts Payable		2,953
Investment Trades		4,975
Real Property Deposits		156
Unclaimed Contributions		526
Contributions Refundable		119
Obligations Under Reverse Repurchase Agreement		2,292
Accrued Vacations and Other Payables		42
Total Liabilities		147,888
Net Assets Held in Trust for Pension Benefits	$	1,985,880

COUNTY OF CONTRA COSTA

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

YEAR ENDED JUNE 30, 1997

(In Thousands)

	Balance June 30, 1996	Additions	Deductions	Balance June 30, 1997
Tax Losses Reserve:				
Assets				
Cash and investments	$ 16,097	8,422	14,320	10,199
Accounts Receivable		30		30
Due from other funds	2,595	6,925	2,595	6,925
	$ 18,692	15,377	16,915	17,154
Liabilities				
Due to other funds	$ 22		22	
Tax loss guarantees	18,670	12,783	14,299	17,154
	$ 18,692	12,783	14,321	17,154
Unapportioned Taxes:				
Assets				
Accounts receivable and accrued revenue	$ 6,590	45,236	47,004	4,822
Due from other funds	427	37,777	32,311	5,893
Taxes receivable	59,870	853,215	805,569	107,516
	$ 66,887	936,228	884,884	118,231
Liabilities				
Accounts payable and accrued liabilities	$ 3,008	4,237	3,512	3,733
Due to other funds	2,810	84,759	34,694	52,875
Unapportioned taxes	61,069	1,485,839	1,485,285	61,623
	$ 66,887	1,574,835	1,523,491	118,231

(continued)

COUNTY OF CONTRA COSTA

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

YEAR ENDED JUNE 30, 1997

(In Thousands)

	Balance June 30, 1996	Additions	Deductions	Balance June 30, 1997
Schools and Special Districts:				
Assets				
Cash and investments	$ 567,429	4,991,305	4,931,448	627,286
Due from other funds	46,420	41,065	48,994	38,491
Advances to other funds	2,000		500	1,500
	$ 615,849	5,032,370	4,980,942	667,277
Liabilities				
Warrants outstanding	$ 49,353	1,457,302	1,457,130	49,525
Due to other funds	46,593	40,563	49,358	37,798
Due to other agencies and districts	519,903	3,090,853	3,030,802	579,954
	$ 615,849	4,588,718	4,537,290	667,277
Other Agencies*:				
Assets				
Cash and investments	$ 192,507	1,491,740	1,446,906	237,341
Accounts receivable and accrued revenue	15,044	12,845	12,603	15,286
Due from other funds	4,444	18,572	14,120	8,896
Advances to other funds	80	3		83
	$ 212,075	1,523,160	1,473,629	261,606
Liabilities				
Warrants outstanding	$ 14,263	643,726	634,599	23,390
Accounts payable and accrued liabilities		468,230	465,585	2,645
Due to other funds	24,436	43,108	34,113	33,431
Due to other agencies and districts	65,431	476,023	476,798	64,656
Deferred compensation	107,945	29,539		137,484
	$ 212,075	1,660,626	1,611,095	261,606

* Includes Housing Authority Deferred Compensation Trust of $1,199,000 as of March 31, 1997, and $952,000 as of March 31, 1996.

(continued)

COUNTY OF CONTRA COSTA

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

YEAR ENDED JUNE 30, 1997

(In Thousands)

	Balance June 30, 1996	Additions	Deductions	Balance June 30, 1997
Totals-Agency Funds:				
Assets				
Cash and investments	$ 776,033	6,491,467	6,392,674	874,826
Accounts receivable and accrued revenue	21,634	58,111	59,607	20,138
Due from other funds	53,886	104,339	98,020	60,205
Taxes receivable	59,870	853,215	805,569	107,516
Advances to other funds	2,080	3	500	1,583
	$ 913,503	7,507,135	7,356,370	1,064,268
Liabilities				
Warrants outstanding	$ 63,616	2,101,028	2,091,729	72,915
Accounts payable and accrued liabilities	3,008	472,467	469,097	6,378
Due to other funds	73,861	168,430	118,187	124,104
Unapportioned taxes	61,069	1,485,839	1,485,285	61,623
Tax loss guarantees	18,670	12,783	14,299	17,154
Due to other agencies and districts	585,334	3,566,876	3,507,600	644,610
Deferred compensation	107,945	29,539		137,484
	$ 913,503	7,836,962	7,686,197	1,064,268

(concluded)

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets of the County other than those accounted for in Enterprise, Internal Service and Pension Trust Funds.

COUNTY OF CONTRA COSTA

SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE

JUNE 30, 1997*

(In Thousands)

General Fixed Assets:

Land	$	36,414
Buildings and improvements		307,420
Buildings and improvements-lease purchases		130,974
Equipment		82,478
Equipment-lease purchase		10,535
Total General Fixed Assets	$	567,821

Investments in General Fixed Assets from:

General obligation bonds	$	8,409
Federal grants		8,034
State grants		56,197
General fund		319,423
Special revenue funds		175,490
Gifts		268
Total Investment in General Fixed Assets	$	567,821

* Includes Housing Authority as of March 31, 1997.

COUNTY OF CONTRA COSTA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

YEAR ENDED JUNE 30, 1997*

(In Thousands)

Function and Activity	Balance July 1, 1996	Additions	Deletions	Transfers	Balance June 30, 1997
General Government					
Legislative & administrative	$ 1,025	61	44	17	1,059
Finance	1,773	321	238	(189)	1,667
Counsel	154	17		1	172
Personnel	648	36	14	166	836
Elections	1,698	10	136		1,572
Communications	3,074	1,235	1,227	(1)	3,081
Property management	11,334	2,441	991	50	12,834
Plant acquisition	328,224	13,775	4,649	(624)	336,726
Promotion		5			5
Other general	4,525	578	927	46	4,222
Total General Government	352,455	18,479	8,226	(534)	362,174
Public Protection					
Judicial	4,313	1,965	1,398	561	5,441
Police protection	5,666	2,819	386	20	8,119
Detention & correction	39,223	155	91	(60)	39,227
Fire protection	36,335	4,559	556		40,338
Flood control	1,188	23	55		1,156
Protective inspection	1,497	315	282	(6)	1,524
Other protection	2,397	144	53	(8)	2,480
Total Public Protection	90,619	9,980	2,821	507	98,285
Health and Sanitation					
Health	2,599	704	26	21	3,298
Hospital care	720	105	34		791
Sanitation	1,526	49			1,575
Total Health and Sanitation	4,845	858	60	21	5,664
Public Assistance					
Assistance administration	2,815	850	199		3,466
Veterans services	18			8	26
Other assistance	68,991	3,189	185	(2)	71,993
Total Public Assistance	71,824	4,039	384	6	75,485
Education					
Library services	7,935	481	239		8,177
Agricultural education	16				16
Total Education	7,951	481	239		8,193
Public Ways and Facilities	12,383	2,234	1,049		13,568
Recreation and Cultural Services	3,524	928			4,452
Total General Fixed Assets	$ 543,601	36,999	12,779		567,821

* Housing Authority as of March 31, 1997.

COUNTY OF CONTRA COSTA

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY

JUNE 30, 1997*

(In Thousands)

Function and Activity	Total	Land	Buildings & Improve - Ments	Building & Improvements Lease Purchase	Equip - ment	Equip- ment Lease Purchase
General Government						
Legislative & administrative	$ 1,059				1,012	47
Finance	1,667		9		1,394	264
Counsel	172				172	
Personnel	836				679	157
Elections	1,572				1,572	
Communications	3,081		3		3,076	2
Property management	12,834		80		11,321	1,433
Plant acquisition	336,726	30,276	177,470	128,073	648	259
Promotion	5				5	
Other general	4,222				3,762	460
Total General Government	362,174	30,276	177,562	128,073	23,641	2,622
Public Protection						
Judicial	5,441				4,908	533
Police protection	8,119	7	772		2,748	4,592
Detention & correction	39,227	1,492	30,988	2,582	2,306	1,859
Fire protection	40,338	2,446	12,662		25,227	3
Flood control	1,156	177	24		955	
Protective inspection	1,524				1,524	
Other protection	2,480	386	1,182		823	89
Total Public Protection	98,285	4,508	45,628	2,582	38,491	7,076
Health and Sanitation						
Health	3,298		6		3,252	40
Hospital care	791	141			637	13
Sanitation	1,575		1,481		94	
Total Health and Sanitation	5,664	141	1,487		3,983	53
Public Assistance						
Assistance administration	3,466				3,209	257
Veterans services	26				26	
Other assistance	71,993	360	70,342		1,258	33
Total Public Assistance	75,485	360	70,342		4,493	290
Education						
Library services	8,177	349	4,892	319	2,449	168
Agricultural education	16				16	
Total Education	8,193	349	4,892	319	2,465	168
Public Ways and Facilities	13,568	141	3,727		9,374	326
Recreation and Cultural Services	4,452	639	3,782		31	
Total General Fixed Assets	$ 567,821	36,414	307,420	130,974	82,478	10,535

STATISTICAL SECTION

COUNTY OF CONTRA COSTA

GENERAL COUNTY REVENUES BY SOURCE

LAST TEN FISCAL YEARS

(In Thousands)

Fiscal Year Ended June 30,	Taxes	Licenses, Permits & Franchise Fees	Fines, Forfeits & Penalties	Use of Money & Property	Inter-Governmental	Charges for Services	Other	Total
1988	$ 169,497	10,528	6,685	17,971	212,063	63,298	4,428	484,470
1989	186,307	11,036	7,898	16,209	255,399	66,858	4,688	548,395
1990	203,116	10,831	9,115	25,609	299,724	81,983	11,821	642,199
1991	220,247	10,341	9,757	24,875	320,889	88,920	10,879	685,908
1992	232,044	9,464	7,179	24,592	360,239	95,658	24,884	754,060
1993	226,565	14,445	6,728	27,280	367,112	92,866	7,693	742,689
1994	173,384	12,529	12,654	27,953	448,668	102,545	14,750	792,483
1995	167,185	13,332	21,306	30,600	478,350	140,354	14,923	866,050
1996	179,431	14,569	20,477	33,903	470,211	130,087	21,360	870,038
1997	184,805	14,265	17,343	35,457	469,257	127,208	25,585	873,920

NOTE: Includes all governmental fund types.

COUNTY OF CONTRA COSTA

GENERAL COUNTY EXPENDITURES BY FUNCTION

LAST TEN FISCAL YEARS

(In Thousands)

Fiscal Year Ended June 30,	General Government	Public Protection	Health & Sanitation	Public Assistance	Education	Public Ways & Facilities	Debt Service & Other	Total
1988	$ 51,110	162,209	69,804	151,634	7,911	23,751	31,357	497,776
1989	56,470	177,481	75,772	171,975	9,085	20,098	64,214	575,095
1990	65,581	197,014	92,342	201,900	9,677	24,081	50,942	641,537
1991	74,325	218,079	100,750	224,859	11,235	36,515	56,044	721,807
1992	71,562	229,403	134,022	242,274	11,916	50,273	20,879	760,329
1993	66,211	226,248	136,933	239,151	11,342	42,542	27,068	749,495
1994	66,008	229,263	154,556	275,713	9,260	34,743	40,817	810,360
1995	69,828	270,099	157,787	293,294	9,394	35,336	80,156	915,894
1996	84,137	257,933	138,243	286,457	12,878	39,536	72,515	891,699
1997	79,195	272,415	132,432	272,163	11,439	32,566	65,904	866,114

NOTE: Includes all governmental fund types. Health and Sanitation includes operating transfers to the County Hospital and HMO Enterprise Funds.

COUNTY OF CONTRA COSTA

GENERAL COUNTY REVENUES BY SOURCE - CONSTANT DOLLARS (1)(2)

LAST TEN FISCAL YEARS

(In Thousands)

Fiscal Year Ended June 30,	Taxes	Licenses, Permits & Franchise Fees	Fines, Forfeits & Penalties	Use of Money & Property	Inter-Governmental	Charges For Services	Other	Total
1988	$ 143,763	8,930	5,670	15,243	179,867	53,688	3,756	410,917
1989	150,612	8,922	6,385	13,103	206,466	54,049	3,790	443,327
1990	157,699	8,409	7,077	19,883	232,705	63,651	9,178	498,602
1991	162,905	7,649	7,217	18,399	237,344	65,769	8,047	507,330
1992	165,274	6,741	5,113	17,516	256,580	68,132	17,724	537,080
1993	156,478	9,977	4,647	18,841	253,548	64,138	5,313	512,942
1994	117,716	8,506	8,591	18,978	304,615	69,621	10,014	538,041
1995	111,290	8,875	14,183	20,369	318,422	93,429	9,934	576,502
1996	117,301	9,524	13,387	22,164	307,394	85,043	13,964	568,777
1997	117,287	9,053	11,007	22,503	297,815	80,733	16,238	554,636

(1) Includes all governmental fund types.

(2) The information for the years 1988 through 1997 has been adjusted using the average Consumer Price Index - Urban for each year with a base point of December, 1983, equal to 100.

COUNTY OF CONTRA COSTA

GENERAL COUNTY EXPENDITURES BY FUNCTION - CONSTANT DOLLARS (1) (2)

LAST TEN FISCAL YEARS

(In Thousands)

Fiscal Year Ended June 30,	General Government	Public Protection	Health & Sanitation	Public Assistance	Education	Public Ways & Facilities	Debt Service & Other	Total
1988	$ 43,350	137,582	59,206	128,612	6,710	20,145	26,596	422,201
1989	45,651	143,477	61,255	139,026	7,344	16,247	51,911	464,911
1990	50,917	152,961	71,694	156,755	7,513	18,696	39,551	498,087
1991	54,974	161,301	74,519	166,316	8,310	27,008	41,453	533,881
1992	50,970	163,392	95,457	172,560	8,487	35,807	14,871	541,544
1993	45,729	156,259	94,574	165,171	7,833	29,382	18,695	517,643
1994	44,815	155,654	104,933	187,191	6,287	23,588	27,712	550,180
1995	46,482	179,796	105,034	195,236	6,253	23,522	53,357	609,680
1996	55,003	168,620	90,375	187,268	8,419	25,846	47,406	582,937
1997	50,261	172,889	84,048	172,729	7,260	20,668	41,826	549,681

(1) Includes all governmental fund types. Health and Sanitation includes operating transfers to the County Hospital and HMO Enterprise Funds in the amount of $10,180,000 in constant dollars for the current fiscal year.

(2) The information for the years 1988 through 1997 has been adjusted using the average Consumer Price Index - Urban for each year with a base point of December, 1983, equal to 100.

COUNTY OF CONTRA COSTA

ASSESSED VALUE OF TAXABLE PROPERTY (1)

LAST TEN FISCAL YEARS

(In Thousands)

Fiscal Year	Assessed Value			Exemptions	Assessed Value of Taxable Property	Net Increase	
	Real Property	Personal Property	Total			Amount	Per-centage
1988	$ 38,906,893	1,692,153	40,599,046	515,555	40,083,491	4,141,885	11.52 %
1989	42,757,325	1,891,274	44,648,599	545,435	44,103,164	4,019,673	10.03
1990	47,310,353	2,020,426	49,330,779	688,541	48,642,238	4,539,074	10.29
1991	52,665,650	2,218,687	54,884,337	768,708	54,115,629	5,473,391	11.25
1992	56,863,974	2,378,515	59,242,489	820,302	58,422,187	4,306,558	7.96
1993	59,800,740	2,501,057	62,301,797	908,476	61,393,321	2,971,134	5.09
1994	61,824,575	2,685,105	64,509,680	1,081,984	63,427,696	2,034,375	3.31
1995	63,992,943	2,406,789	66,399,732	1,105,367	65,294,365	1,866,669	2.94
1996	65,949,619	2,417,931	68,367,550	1,221,088	67,146,462	1,852,097	2.84
1997	67,846,683	2,657,824	70,504,507	1,262,407	69,242,100	2,095,638	3.12

NOTE: (1) Article XIIIA, added to California Constitution by Proposition 13 in 1978, fixed the basc for valuation of property subject to taxes at the full cash value which appeared on the Assessor's 1975-76 assessment roll. Thereafter, full cash value can be increased: a) to reflect annual inflation up to 2 percent; b) to reflect current market value at time of ownership change and c) to reflect markct value for new construction.

COUNTY OF CONTRA COSTA

GENERAL TAXES LEVIED AND COLLECTED

LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	General Taxes Levied (1)	General Taxes Collected (2)
1988	$ 400,834,910	400,834,910
1989	441,031,640	441,031,640
1990	486,422,380	486,422,380
1991	541,156,290	541,156,290
1992	584,221,870	584,221,870
1993	613,933,210	613,933,210
1994	634,276,960	634,276,960
1995	652,943,650	652,943,650
1996	671,464,620	671,464,620
1997	692,421,000	692,421,000

NOTES: (1) General taxes are calculated at 1percent of total assessed value less local exemptions.

(2) General County taxes collected are the same as the amounts levied, because the County follows California's alternate method of apportionment (the Teeter Plan). Under the Teeter Plan, all amounts levied are apportioned to the County and other taxing agencies regardless of whether they are collected in the current year or not. A tax losses reserve fund insures losses resulting when a property is sold for taxes, and the proceeds are insufficient to pay the outstanding amounts due.

COUNTY OF CONTRA COSTA

SPECIAL ASSESSMENTS LEVIED AND COLLECTED

LAST TEN FISCAL YEARS (1)

Fiscal Year Ended June 30,	Special Assessments Levied (2)	Special Assessments Collected (3)
1995	$ 4,809,648	4,809,648
1996	3,693,552	3,693,552
1997	3,232,099	3,232,099

NOTES: (1) Data for this schedule are provided for years in which special assessment debt with government committment has been reported separately in the CAFR. Data is not available for prior years.

(2) Special assessments are amounts levied to pay special assessment debt with government committment.

(3) Special assessments collected are the same as the amounts levied, because the County follows California's alternate method of apportionment (the Teeter Plan). Under the Teeter Plan, all amounts levied are apportioned to the County and other taxing agencies regardless of whether they are collected in the current year or not. A tax losses reserve fund insures losses resulting when a property is sold for taxes, and the proceeds are insufficient to pay the outstanding amounts due.

COUNTY OF CONTRA COSTA

PROPERTY TAX RATES (1)

DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	County-wide Rate	County Special Districts	Local Special Districts	Agency Districts	Schools	Cities	Total
1988	1.0000	.0022	.0113	.0409	.0142	.0192	1.0878
1989	1.0000	.0020	.0089	.0390	.0098	.0181	1.0778
1990	1.0000	.0018	.0099	.0381	.0110	.0181	1.0789
1991	1.0000	.0013	.0049	.0296	.0153	.0170	1.0681
1992	1.0000	.0012	.0028	.0292	.0193	.0155	1.0680
1993	1.0000	.0011	.0071	.0345	.0153	.0192	1.0772
1994	1.0000	.0011	.0068	.0321	.0190	.0143	1.0733
1995	1.0000	.0010	.0071	.0314	.0206	.0147	1.0748
1996	1.0000	.0010	.0068	.0338	.0223	.0153	1.0792
1997	1.0000	.0010	.0064	.0309	.0263	.0148	1.0794

NOTE: (1) In June, 1978, California voters approved Proposition 13 which restricted the taxing power of local government agencies. Individual agencies do not establish their own property tax rates, except for voter approved indebtedness. Instead, a County-wide rate is levied with the proceeds distributed to all agencies according to formulas specified by the State legislature. The County-wide rate is 1 percent of full cash value. The rates shown above are percentages of assessed valuation.

COUNTY OF CONTRA COSTA

PROPERTY TAXES

DIRECT AND ALL OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

(In Thousands)

Fiscal Year Ended June 30,	County	County Special Districts	Local Special Districts	Schools	Cities	Redevelopment Agencies	Totals
1988	$ 116,786	46,989	95,880	150,534	79,012	30,767	$ 519,968
1989	128,753	50,651	101,420	165,059	93,019	35,221	574,123
1990	143,472	55,172	110,779	184,825	103,447	39,404	637,099
1991	155,101	63,143	117,025	205,761	112,749	48,107	701,886
1992	164,649	67,125	125,264	227,839	118,584	53,626	757,087
1993	155,713	65,974	134,037	278,128	125,246	56,494	815,592
1994	101,541	75,565	143,162	335,343	127,425	58,774	841,810
1995	97,074	75,845	147,215	364,439	132,043	58,766	875,382
1996	100,025	78,752	157,323	374,506	136,030	59,137	905,773
1997	102,991	81,617	157,386	383,348	137,713	61,122	924,177

NOTE: This schedule shows the property tax levies by major group of taxing agencies.

COUNTY OF CONTRA COSTA

PROPERTY TAX LEVIES AND DELINQUENCIES

Fiscal Year Ended June 30,	Total Current Year Tax Levy	Portion of Current Levy Delinquent at June 30,	Percentage of Current Levy Delinquent at June 30,	Total Delinquent Taxes at June 30, for all Years	Tax Losses Reserve Fund at June 30,	Reserve as a Percentage of Delinquent Taxes
1968	$ 137,110,673	$ 2,457,460	1.79 %	$ 4,346,243	$ 2,980,736	69 %
1969	152,375,816	2,405,830	1.58	4,427,702	3,425,401	77
1970	168,953,366	3,694,654	2.19	6,255,502	3,802,652	61
1971	201,084,408	3,666,637	1.82	7,277,849	4,310,968	59
1972	223,579,827	4,058,140	1.82	8,174,270	4,965,476	61
1973	235,709,379	3,896,245	1.65	8,721,833	5,645,668	65
1974	239,381,720	3,749,301	1.57	8,820,144	6,692,028	76
1975	261,860,435	5,283,952	2.02	10,876,984	7,515,195	69
1976	290,128,126	5,120,237	1.76	11,678,432	8,612,344	74
1977	331,632,809	4,728,220	1.43	11,167,061	10,073,672	90
1978	373,950,185	5,943,840	1.59	12,270,176	11,614,986	95
1979	196,482,131	3,501,345	1.78	9,313,032	10,132,029	109
1980	202,823,519	4,911,417	2.42	10,040,343	10,206,725	102
1981	237,630,961	7,195,889	3.03	12,244,759	7,213,929	59
1982	264,897,190	10,557,491	3.99	17,041,514	8,700,583	51
1983	294,757,661	10,281,578	3.49	19,398,576	11,158,615	58
1984	319,869,578	9,216,399	2.88	18,963,037	14,330,673	76
1985	356,956,194	10,646,452	2.98	19,856,715	18,166,548	91
1986	403,053,585	11,865,967	2.94	23,885,971	22,766,159	95
1987	436,570,280	12,330,764	2.82	23,465,796	17,393,902	74
1988	487,158,795	13,955,266	2.86	25,072,647	18,430,198	74
1989	535,212,918	13,387,564	2.50	24,460,470	20,125,551	82
1990	593,937,412	14,746,710	2.48	24,942,747	21,797,766	87
1991	669,071,124	19,762,687	2.95	31,374,327	24,093,615	77
1992	714,963,082	24,787,991	3.47	41,780,835	26,558,333	64
1993	760,559,294	24,239,204	3.19	46,553,277	29,042,152	62
1994	794,435,830	20,652,106	2.60	43,996,595	31,225,565	71
1995	823,495,651	20,640,379	2.51	43,587,741	24,709,211	57
1996	854,519,586	18,296,237	2.14	41,993,380	18,670,811	44
1997	869,580,974	18,057,023	2.08	42,022,344	14,437,519	34

COUNTY OF CONTRA COSTA

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA (1)

LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Population	Assessed Value of Taxable Property (000's)	Gross Bonded Debt	Debt Service Monies Available	Net Bonded Debt	Ratio Of Net Bonded Debt To Assessed Value	Net Bonded Debt Per Capita
1988	753,456	$ 40,083,491	$ 8,640,000	$ 476,942	$ 8,163,058	0.020	$ 10.83
1989	775,478	44,103,164	8,185,000	808,754	7,376,246	0.017	9.51
1990	797,281	48,642,237	7,740,000	2,170,188	5,569,812	0.011	6.99
1991	819,293	54,155,630	7,265,000	1,878,000	5,387,000	0.010	6.58
1992	836,871	58,422,185	34,720,000	27,000	34,693,000	0.059	41.46
1993	855,109	61,393,320	37,650,000	39,997	37,610,003	0.061	43.98
1994	868,600	63,427,697	374,392,000	1,233,000	373,159,000	0.588	429.61
1995	883,390	65,294,365	373,161,000	2,616,000	370,545,000	0.567	419.46
1996	870,724	67,146,462	366,517,000	2,371,000	364,146,000	0.542	418.21
1997	879,206	69,242,100	360,830,000	2,513,000	358,317,000	0.517	407.55

NOTE: (1) Does not include Public Facilities Corporation debt, Redevelopment Agency debt or special assessment debt with government committment.

COUNTY OF CONTRA COSTA

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS

LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	New Dwelling Units (1)		Construction Valuation (000's)		Bank Deposits (2) (000's)
	Single Family	Multiple Family	Residential	Non-Residential	
1987	5,481	2,950	$ 670,747	$ 305,953	$ 6,554,587
1988	5,883	2,141	785,925	214,201	6,490,318
1989	5,504	2,219	863,313	264,020	8,049,194
1990	3,132	1,149	560,193	252,443	8,945,509
1991	2,705	1,275	488,939	196,165	8,907,543
1992	3,279	614	638,714	207,099	9,102,176
1993	3,026	451	590,000	183,156	11,462,467
1994	3,682	230	583,734	164,684	9,425,977
1995	3,137	618	619,685	190,443	9,769,220
1996	3,080	450	580,506	170,069	10,510,172

Source: (1) "California Construction Trends", Security Pacific National Bank: 1987-1988 Economic Sciences Corp: 1989-1996.

(2) "Commercial Bank Deposits", Federal Deposit Insurance Corporation

Assessed Value of Taxable Property (000's)

Residential	Commercial	Industrial	Land	Total
$ 21,864,385	$ 5,510,430	$ 7,896,014	$ 670,777	$ 35,941,606
24,470,268	5,936,133	8,947,745	729,345	40,083,491
27,211,978	6,041,912	10,026,913	822,362	44,103,165
30,469,308	6,453,312	10,760,173	959,444	48,642,237
34,470,712	7,051,527	11,436,450	1,156,941	54,115,630
37,770,532	7,656,657	11,889,885	1,105,112	58,422,186
40,184,960	7,655,329	12,413,013	1,140,017	61,393,319
42,295,193	7,602,074	12,357,698	1,172,732	63,427,697
43,971,060	7,556,205	12,591,768	1,175,332	65,294,365
45,312,034	7,448,151	13,281,211	1,105,065	67,146,461

COUNTY OF CONTRA COSTA

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES AND OTHER USES (2)

LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Principal	Interest	Total Debt Service	Total General Expenditures (1) And Other Uses (000's)	Ratio Of Debt Service To Total General Expenditures
1988	$ 435,000	$ 729,000	$ 1,164,000	$ 497,776	.0023
1989	455,000	694,000	1,149,000	575,095	.0020
1990	445,000	663,000	1,108,000	641,537	.0017
1991	475,000	628,000	1,103,000	721,805	.0015
1992	300,000	502,000	802,000	760,329	.0011
1993	320,000	383,000	703,000	749,495	.0009
1994	614,000	6,021,000	6,635,000	810,360	.0082
1995	1,278,000	22,338,000	23,616,000	915,893	.0258
1996	4,000,000	22,435,000	26,435,000	891,699	.0296
1997	5,703,000	22,242,000	27,945,000	866,114	.0323

NOTES: (1 Includes all governmental fund types.

(2 Does not include Public Facilities Corporation, Redevelopment Agency and assessment district debt.

COUNTY OF CONTRA COSTA

COMPUTATION OF LEGAL DEBT MARGIN

YEAR ENDED JUNE 30, 1997

(In Thousands)

Assessed Value of Taxable Property	$ 69,242,100
Debt Limit Five Percent of Assessed Value (1)	3,462,105
Amount of Debt Applicable to Debt Limit (2)	
Total Bonded Debt	360,830
Assets in Debt Service Funds	3,946
Total Amount of Debt Applicable to Debt Limit	356,884
Legal Debt Margin	$ 3,105,221

NOTES: (1) Section 29909 of the California Government Code limits General Obligation Bond indebtedness to five percent of the total assessed valuation of all taxable real and personal property within the County.

(2) Does not include Public Facilities Corporation and assessment district debt.

COUNTY OF CONTRA COSTA

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

1996 - 97 Assessed Value of Taxable Property	$	69,242,099,630
Less: Redevelopment Increments		5,487,622,635
Adjusted Assessed Valuation		63,754,476,995
Population		879,206 (1)

	Debt Applicable June 1, 1997 (2)	
	Percentage	Amount
Contra Costa County	100.000	$ 328,610,000
Contra Costa County Special Revenue Funds Obligations	100.000	33,420,000
Contra Costa County Public Facilities Corporation	100.000 (3)	238,630,000
Contra Costa County Board of Education	100.000	4,080,000
Bay Area Transit Districts	32.011	43,741,562
East Bay Municipal Utility District	48.952	7,100,642
San Ramon Valley Unified School District & Educ. Facility Corp	100.000	84,425,000
Other School Districts and School Building Corporations	100.000 (4)	231,220,380
City of Concord and Authorities	100.000	31,686,443
City of Richmond General Fund Obligations	100.000	30,390,958
City of Antioch General Fund Obligations	100.000	18,124,628
City of Pleasant Hill General Fund Obligations	100.000	14,590,000
City of San Ramon General Fund Obligations	100.000	24,300,200
Other Cities and City Authorities	100.000	31,915,240
East Bay Regional Park District	46.065	71,333,956
Hospital Districts and Hospital Authorities	100.000	9,575,000
Sanitation and Sanitary Districts	100.000	1,070,000
San Ramon Valley Fire Protection District	100.000	9,875,000
Other Special Districts	100.000 (4)	157,070,000
1915 Act Assessment Bonds (Estimate)	100.000	309,875,190
Contra Costa County Mosquito Abatement Cert. of Part.	100.000	2,065,000
TOTAL GROSS DIRECT AND OVERLAPPING DEBT		1,683,099,199
Less: San Ramon Unified School Dist. Certificates of Participation (Self-supporting from GIC from Bayerische Landisbank)		15,505,000
Other Self-supporting bonds		9,035,642
TOTAL NET DIRECT AND OVERLAPPING DEBT		$ 1,658,558,557

	Ratio to Full Cash Value (%)	Per Capita
Direct Debt (Includes County Lease Revenue Obligations)	0.94	$ 683
Total Gross Direct and Overlapping Debt	2.64	1,914
Total Net Direct and Overlapping Debt	2.60	1,886

(1) January 1, 1997, State Department of Finance.

(2) Excludes revenue bonds, mortgage revenue bonds, refunding bonds, tax allocation bonds, non-bonded capital lease obligations, tax and revenue anticipation notes and amounts payable under State water contracts.

(3) A County lease obligation.

(4) Various, mostly 100 percent.

COUNTY OF CONTRA COSTA

TEN PRINCIPAL TAXPAYERS

YEAR ENDED JUNE 30, 1997

Taxpayer	Type of Business	1996 - 97 Secured Assessed Valuation	Percent Of Total Secured Assessed Valuation
Chevron USA	Petroleum Refining	$ 2,367,622,986	3.57 %
Pacific Gas & Electric	Utility	1,253,204,466	1.89
Shell Oil Company	Petroleum Refining	1,160,160,679	1.75
Pacific Bell	Utility	811,180,805	1.22
Tosco Corp	Petroleum Refining	589,880,633	0.89
Unocal	Petroleum Refining	499,523,069	0.75
USS Posco	Steel Production	347,830,714	0.52
Seeno/Sierra Pacific	Construction	342,156,171	0.52
Bank of America	Banking	179,182,773	0.27
Kaiser Permanente	Health Care	178,791,078	0.27
		$ 7,729,533,374	11.66 %

COUNTY OF CONTRA COSTA

DEMOGRAPHICS - POPULATION

Jurisdiction	Date of Incor - poration	1950	1960	1970	Special Census 1975	1980	1990	1997
Antioch	2/2/1872	11,051	17,305	28,060	33,215	43,559	61,379	76,538
Brentwood	1/1/1948	1,729	2,186	2,649	3,662	4,434	7,515	14,493
Clayton	3/18/1964			1,385	1,790	4,325	7,219	10,029
Concord	2/2/1905	6,953	36,208	85,164	94,673	103,251	110,640	111,837
Danville	7/1/1982						28,675	38,104
El Cerrito	8/20/1917	18,011	25,437	25,190	22,950	22,731	22,684	23,278
Hercules	12/15/1900	343	310	252	121	5,963	16,554	18,787
Lafayette	7/22/1968			20,484	19,628	20,879	24,482	23,597
Martinez	4/1/1876	8,268	9,604	16,506	18,702	22,582	33,510	35,360
Moraga	11/13/1974				14,418	15,014	14,780	16,330
Orinda	7/1/1985						16,704	16,900
Pinole	6/25/1903	1,147	6,064	13,266	15,337	14,253	17,147	18,167
Pittsburg	6/22/1903	12,763	19,062	20,651	24,347	33,034	47,190	50,832
Pleasant Hill	11/14/1961			24,610	25,398	25,124	31,115	31,455
Richmond	8/7/1905	99,545	71,584	79,043	70,126	74,676	83,718	91,252
San Pablo	4/26/1948	14,476	19,687	21,461	19,392	19,750	24,709	25,906
San Ramon	7/1/1983						34,170	41,930
Walnut Creek	10/19/1914	2,420	9,903	39,844	46,034	53,643	60,542	62,205
Total Incorporated		176,706	217,350	378,565	409,793	463,218	642,733	707,000
Unincorporated		122,278	191,680	177,240	173,036	194,034	154,548	172,206
TOTAL COUNTY		298,984	409,030	555,805	582,829	657,252	797,281	879,206

Source: 1950-1990 U.S. Census; 1992-1997 California State Department of Finance.

COUNTY OF CONTRA COSTA

MISCELLANEOUS STATISTICS

GEOGRAPHICAL LOCATION: Contra Costa County is located near San Francisco in the Bay Area. It is bordered by San Francisco Bay and San Pablo Bay on the West, by Suisun Bay and the Sacramento and San Joaquin Rivers on the North, by the delta country of San Joaquin County on the East and by Alameda County on the South.

ALTITUDE: Sea Level to 3,849 feet

AREA OF COUNTY: 732.6 square miles of land and 73.3 square miles of water.

COUNTY SEAT: Martinez, California

FORM OF GOVERNMENT: General Law County, governed by a five member Board of Supervisors. Contra Costa County is one of the original 27 counties established when California became a state in 1849.

	NOVEMBER 1994 GENERAL ELECTION	MARCH 1996 PRIMARY ELECTION	NOVEMBER 1996 GENERAL ELECTION
REGISTERED VOTERS	492,562	510,604	555,734
NUMBER VOTING	305,312	216,359	356,383
PERCENT VOTING	61.98	42.37	64.13

ROADS: 741.03 miles of County maintained streets and roads in the unincorporated areas.

COUNTY EMPLOYEES AT JUNE 30:

YEAR	NUMBER OF EMPLOYEES	PERCENT OF INCREASE (DECREASE)	NUMBER OF EMPLOYEES PER THOUSAND OF POPULATION
1985	5,791	0.8	8.2
1986	5,968	3.1	8.2
1987	6,111	2.4	8.3
1988	6,317	3.4	8.4
1989	6,463	2.3	8.3
1990	6,718	3.9	8.4
1991	7,008	4.3	8.6
1992	7,080	1.0	8.5
1993	6,689	(5.5)	7.8
1994	6,658	(0.5)	7.7
1995	6,822	2.5	7.7
1996	6,856	0.5	7.9
1997	6,974	1.7	7.9

THE SEAL OF
CONTRA COSTA COUNTY CALIFORNIA